

WELL NAME AND NUMBER Staley State No. 3

LOCATION 2310' FSL & 330' FEL, Section 30, T17S, R28E, Eddy County NM

OPERATOR SDX Resources, Inc.

DRILLING CONTRACTOR United Drilling, Inc.

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation tests and obtained the following results:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
<u>1/4° 539'</u>	<u> </u>	<u> </u>
<u>1/2° 1007'</u>	<u> </u>	<u> </u>
<u>1/2° 1514'</u>	<u> </u>	<u> </u>
<u>3/4° 1991'</u>	<u> </u>	<u> </u>
<u>1° 3011'</u>	<u> </u>	<u> </u>
<u>1° 3517'</u>	<u> </u>	<u> </u>
<u>1° 3962'</u>	<u> </u>	<u> </u>
<u> </u>	<u> </u>	<u> </u>

Drilling Contractor United Drilling, Inc.

By: George A. Aho
George A. Aho

Title: Business Manager

Subscribed and sworn to before me this 6th day of July,
2005.

Carlue Martin
Notary Public

My Commission Expires: 10-08-08
Chaves New Mexico
County State