



United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Carlsbad Field Office  
620 E. Greene St.  
P. O. Box 1778  
Carlsbad, New Mexico 88221-1778

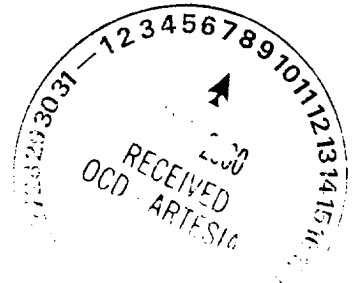
IN REPLY REFER TO:

3162.4

LC-029387-B, LC-066087-A,

NM-12610, LC-055546,

DEC - 7 2000



SDX Resources Inc.

P O Box 5061

Midland, TX 79704

Dear Operator:

Your Application for Permit to Drill (APD), for the following wells has expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

*30-015-30242*

LC-029387-B 8-Shugart C 990'/S & 2310'/E Sec. 30-T18S-R31E ✓ approved  
5/6/98 and extension approved 5/11/99

LC-066087-A 2-Santa Nina A Fed. 670'/N & 834'/W Sec. 7-T19S-R30E ✓ approved  
11/19/99 and extension approved 12/2/99

NM-12610 2-Jalmat Fed. Com. 1650'/S & 760'/W Sec. 31-T24S-R37E approved  
10/26/99

LC-055546 22-Wells Fed 660'/N & 1780'/W Sec. 5-T25S-R37E approved  
10/25/99

LC-055546 3-Wells B-5 1860'/N & 660'/E Sec. 5-T25S-R37E approved  
11/3/99

LC-055546 23-Wells Fed. 1886'/N & 758'/W Sec. 5-T25S-R37E approved  
10/25/99

LC-055546 25-EJ Wells Fed. 2180'/S & 1980'/W Sec. 5-T25S-R37E approved  
10/25/99

If drilling operations have commenced on the referenced well, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies) to the Roswell Field Office, 2909 West Second Street, Roswell, New Mexico 88202, so we may correct our records.