

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

January 24, 2000

1625 N. FRENCH DRIVE HOBBS, NM 88240

SDX Resources Inc					
P 0 Box 5061					
Midland,	ΤX	79704			

RE: CANCELLATION OF INTENT TO DRILL

Northeast Pearl Queen Unit			
#26-C-23-19s-35e	API #30-025-33708		
#25-D-24-19s-35e	API #30-025-33707		
#27-D-24-19s-35e	API #30-025-33709		
#29-H-22-19s-35e	API##0-025-33790		
#30-L-24-19s-35e	API #30-025-33791		

Gentlemen:

Twelve months or more have elapsed since Division Form C-101, Notice of Intention to drill, for the subject well was approved. To date no progress reports, Forms C-103, have been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

Very truly yours,

OIL CONSERVATION DIVISION

Chris Welliams

Chris Williams

District I, Supervisor

CW:dp

CC:

OCD Santa Fe

BLM

State Land Office OCD Hobbs well file

VOIP