

DRILLING PROGRAM

SDX Resources, Inc.
Meyers Federal C #4
2310' FSL & 990' FWL
Unit L Sec. 22, T24S, R36E
Lea County, New Mexico

1. Geologic Name of Surface Formation:

Permian

2. Estimated Tops of Important Geologic Markers:

Top of Salt	1200'
Base of Salt	2200'
Yates	2900'
7-Rivers	3550'
Queen	3900'
Grayburg	4300'

3. Estimated Depth of Anticipated Fresh Water, Oil or Gas:

Water Sands	200'-250'	Fresh H2O
7-Rivers	3700'	Oil & Gas
Queen	4000'	Oil & Gas
Grayburg	4400'	Oil & Gas

Fresh water sands will be protected by running 8 5/8" casing to a minimum depth of 350' and circulating cement. All other zones will be isolated by running 5 1/2" production casing and circulating cement.

4. Casing Program:

<u>Hole Size</u>	<u>Interval</u>	<u>OD csg</u>	<u>Weight Grade Jt Cond Type</u>
12 1/4"	0-350'	8 5/8"	24#, J-55, New
7 7/8"	0-TD	5 1/2"	14#-15.50#, J-55, Used