



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

October 21, 1998

SDX Resources, Inc.
P. O. Box 5061
Midland, Texas 79704
Attention: Chuck Morgan

Telefax No. (915) 685-0533

M-T Petroleum, Inc.
127 N.W. Avenue "A"
Andrews, Texas 79714
Attention: Max Mainord

Corrected
Administrative Order NSP-1796

Dear Messrs. Morgan and Mainord:

Due to inadvertence the descriptions of the two authorized 80-acre and 40-acre non-standard gas spacing and proration units within the Jalmat Gas Pool approved by Division Administrative Order NSP-1796, dated October 14, 1998, were incorrect and the two numbered sub-paragraphs under the statement "*It is our understanding that*" on page one of this order shall be amended at this time to read as follows:

"(1) SDX Resources, Inc. recently drilled and completed its Enco State Well No. 1 (API No. 30-025-24057) at a standard gas well location 660 feet from the North and East lines (Unit A) of Section 32 within the Jalmat Gas Pool and that the 80 acres comprising the E/2 NE/4 of Section 32 is to be dedicated to this well; furthermore,

(2) the remaining 40 acres comprising the NE/4 SE/4 of Section 32 is to be dedicated to the above-described M-T Petroleum, Inc. Humble "L" State Well No. 3."

Further, all other provisions of said order shall remain in full force and effect until further notice.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
New Mexico State Land Office - Santa Fe
File: NSP-1796