



February 3, 2003

Michael E Stogner  
Chief Hearing Officer/Engineer  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, NM 87505

FEB 16 2003

Re: pKRVO-301656102  
Application for NSL  
State Land Sec. 32 #9 Well  
2130' FSL & 1980' FEL  
Sec. 32 (J), T18S, R38E  
Lea County, NM

Dear Mr. Stogner:

Saga respectfully requests approval for a NSL Tubb wildcat gas production from the referenced well. Offset mineral interest owners were notified by letter this date of Saga's request for a NSL Tubb completion. A copy of the offset operator list is enclosed along with a copy of the letter to same. Offset leases listed as operated by Altura Energy, Shell Oil - Oxy Permian now operates these properties and was notified previously of Saga's NSL.

Your prompt consideration of Saga's request for administrative approval of the State Land Section 32 #9 well at a Tubb NSL is respectfully submitted.

Yours very truly,

A handwritten signature in cursive script that reads "Bonnie Husband".

Bonnie Husband  
Production Analyst

Enclosures

Offset Mineral Interest Owner List

**NW/4 & SW/4**

Texland Petroleum – Hobbs LLC  
777 Taylor Suite 102  
Ft. Worth, TX 76102

**Certified No**

7001 1140 0002 4301 2725

**N/2 NE/4**

Apache Corporation  
Tulsa, OK

7001 1140 0002 4301 2701

**S/2 NE/4 & SW/4**

Oxy Permian  
P O Box 4294  
Houston, TX 77210-4294

7002 0460 0002 0055 6562

**SW/4**

Chevron USA  
P O Box 1150  
Midland, TX 79702

7001 1140 0002 4301 2732

**S/2 NE/4**

Shell Everest, Inc  
5060 California Ave  
Bakersfield, California 93309

7001 1140 0002 4301 2718

February 3, 2003

Offset Interest Owners

Re: State Land Sec. 32 #9 Well  
2130' FSL & 1980' FEL  
Sec. 32 (J) T18S, R38E  
Lea County, NM  
API No. 30-025-23309

Gentlemen:

The referenced well's Blinebry perfs 5813'-5968' were squeezed off in December 1997 and the Tubb perforated from 6435'-6560', treated and put on production through the casing-tubing annulus. Drinkard perforations 6626'-6693' were added in September 1998 and treated. A Model N BP w/N plug was set w/2 sx cmt on top and packer set at 6605'. The Drinkard perforations were not put on production until a separate gas meter was installed in February 2001. Production from the Tubb and Drinkard perfs were not commingled, however a DHC Permit has recently been applied for/requested .

Tubb Gas Completion – OCD has notified Saga that this location encroaches the NE/4, SW/4 and SW/4 of Section 32 and the affected parties in all three 160-acre areas are to be notified of Saga's request for a NSL approval. If you have no objections to this NSL – Tubb completion, please sign the attached and return to Saga in the enclosed envelope.

Should you have any questions, please contact the undersigned or Joe Clement, NM area engineer at the letterhead number below.

Very truly yours,

SAGA PETROLEUM LLC

Bonnie Husband  
Production Analyst

Enclosures

MIKE O'BRIEN, CPL  
O'BRIEN OIL & GAS, INC.  
P.O. Box 1743  
Midland, Texas 79702

COUNTY: LEA  
STATE: NEW MEXICO  
AREA: STATE 32 #9  
DATE: JANUARY 30, 2003

**OFFSET OPERATORS AND WORKING INTEREST**  
**OWNERS FOR NOTIFICATION PURPOSES**  
**ON RULE 1207.A (2) (a) 2 & 3**

**Offsetting Saga's State 32-9 Well**  
**Covering**  
**Township 18 South, Range 38 East, NMPM**  
**Section 32: N/2 and SW/4**  
**Lea County, New Mexico**

Note: This report includes those records indexed from the tract books of Elliott and Waldron Title Company up to January 1, 2003 at 7:00 a.m. pertaining to records filed in the County Clerks office of Lea County, New Mexico.

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**NW/4**

**Subject to Oil and Gas Lease dated 4-29-26 from W.D. Grimes, etux in**  
**favor of Gypsy Oil Company recorded in Oil and Gas Records B1 P517.**

**from the surface to 3,750' (save & except the Grayburg/San**  
**Andres Formations)**

**Leasehold Ownership**

Techsys Resources, Inc.  
P.O. Box 19465  
Houston, Texas 77224

Robert E. Beamon  
2603 Augusta Drive  
Houston, Texas 77057

James R. Beamon  
2603 Augusta Drive  
Houston, Texas 77057

Casadaban LLC  
10 South Buckridge  
The Woodlands, Texas 77381

Bliss Petroleum Corporation  
P.O. Box 1817  
Hobbs, New Mexico 88241

Paul Bliss  
P.O. Box 1817  
Hobbs, New Mexico 88241

Brad D. Bliss  
1834 North McKinley  
Hobbs, New Mexico 88241

Gary Schubert  
P.O. Box 1606  
Hobbs, New Mexico 88241

**Grayburg/San Andres Formations**

OXY Permian, aka Occidental Permian Limited Partnership  
P.O. Box 50250  
Midland, Texas 79702  
or  
P.O. Box 4294  
Houston, Texas 77210-4294

Chevron USA, Inc. (successor to Gulf Oil Co)  
P.O. Box 1150  
Midland, Texas 79702

**below the Grayburg/San Andres Formations**

\* Texland Petroleum - Hobbs, L.L.C.  
a Texas limited liability company  
777 Taylor, Suite 102  
Fort Worth, Texas 76102

**N/2NE/4**

**Subject to unrecorded State of New Mexico Oil and Gas Lease A-1469  
dated 12-18-28 in favor of Amerada Petroleum Corporation.**

**All rights (save & except the Grayburg/San Andres  
Formations)****Leasehold Ownership**

\* Apache Corporation  
2000 Post Oak Blvd.  
Suite 100  
Houston, Texas 77056

**Grayburg/San Andres Formations****Leasehold Ownership**

Texaco Exploration and Production, Inc.  
P.O. Box 3109  
Midland, Texas 79702  
or  
P.O. Box 46513  
Denver, Colorado 80201

Texland Petroleum - Hobbs, L.L.C.  
a Texas limited liability company  
777 Taylor, Suite 102  
Fort Worth, Texas 76102

**\* S/2NE/4**

**Subject to unrecorded State of New Mexico Oil and Gas Lease A-1118  
dated 9-15-28 in favor of Roxana Petroleum Corporation.**

**All rights****Leasehold Ownership**

OXY Permian, aka Occidental Permian Limited Partnership  
P.O. Box 50250  
Midland, Texas 79702  
or  
P.O. Box 4294  
Houston, Texas 77210-4294

Shell Everest, Inc.  
5060 California Avenue  
Bakersfield, California 93309

SW/4

Subject to Oil and Gas Lease dated 4-29-26 from W.D. Grimes, etux in  
favor of Gypsy Oil Company recorded in Oil and Gas Records B1 P517.

All rights (save & except the Grayburg/San Andres  
Formations)

Leasehold Ownership

\* Texland Petroleum - Hobbs, L.L.C.  
a Texas limited liability company  
777 Taylor, Suite 102  
Fort Worth, Texas 76102

Grayburg/San Andres Formations

OXY Permian, aka Occidental Permian Limited Partnership  
P.O. Box 50250  
Midland, Texas 79702  
or  
P.O. Box 4294  
Houston, Texas 77210-4294

Chevron USA, Inc.(successor to Gulf Oil Co)  
P.O. Box 1150  
Midland, Texas 79702

We have no objections to Saga's proposed State Land Section 32 #9 well - Tubb completion - located at a NSL.

Company Name:

Apache Corp.

William G. Beatty  
Signature

William G. Beatty  
Typed Name

2/10/03  
Date

To: MICHAEL STOGNER

Re: PKRVO-301656102

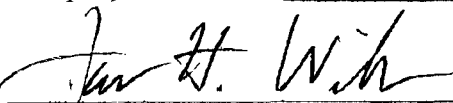
API 30-025-23309

pKRVO-301656102

We have no objections to Saga's proposed State Land Section 32 #9 well - Tubb completion - located at a NSL.

**TEXLAND PETROLEUM - HOBBS LLC****By: Texland Petroleum LP, Managing Member****By: Texpet Mgt LLC, General Partner**

Company Name: \_\_\_\_\_



Signature

Typed Name

**James H. Wilkes, President and COO**

2/24/03

Date

3-3-03

To: MICHAEL STOGNER

Re: pKRVO 301656102

pKRVO235835106

2 pages



pKRV0235835106

Conoco State #3 Well  
2110' FSL & 2055' FEL  
Sec. 33 (J) T18S, R38E  
Lea County, NM  
API No. 30-025-35961

We have no objections to Saga's proposed Conoco State #3 well – Tubb completion – located at a NSL.

Company/Interest Owner Name: Harold G Hartsock Living Trust

  
Signature

Harold G Hartsock Trustee  
Typed Name

1/27/03  
Date