

**STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION**

**CASE 13163: APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION, THROUGH THE SUPERVISOR OF DISTRICT I, FOR AN ORDER REQUIRING SABA ENERGY OF TEXAS, INC., TO PROPERLY PLUG SIX WELLS, ASSESSING AN APPROPRIATE CIVIL PENALTY IN EVENT OF OPERATOR'S FAILURE TO COMPLY, AUTHORIZING THE DIVISION TO PLUG SAID WELLS AND ORDERING A FORFEITURE OF APPLICABLE PLUGGING BOND; LEA COUNTY, NEW MEXICO.**

**CERTIFICATE OF NOTICE**

In accordance with Division Rule 1207 (19.15.14.1207 NMAC) I hereby certify that notice of November 7, 2003 hearing in the above-captioned case, with a copy of the application, was mailed to the following by certified mail, return receipt requested, at least 20 days prior to the hearing date:

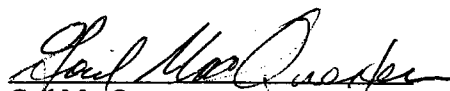
Saba Energy of Texas, Inc.  
P.O. Box 6209  
Santa Maria CA 93456

Saba Energy of Texas, Inc.  
4500 W. Illinois, No. 209  
Midland, TX 79703

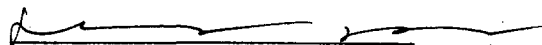
Redland Insurance Company  
300 West Broadway  
Council Bluffs, IA 51503

Redland Insurance Company  
1177 Avenue of the Americas  
New York, NY 10036

Copies of the notice with proof of service (where available) are attached as Exhibit "A" to this certificate. No return receipt was received from Saba Energy of Texas, Inc at the Midland, Texas address.

  
Gail MacQuesten

SUBSCRIBED AND SWORN to before me this 18<sup>th</sup> day of November, 2003.

  
Notary Public

My Commission Expires:

4/2/07

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
OCD	EXHIBIT NO. 12
CASE NO. 13163	



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor  
Joanna Prukop  
Cabinet Secretary

Lori Wrotenbery  
Director  
Oil Conservation Division

October 14, 2003

✓ Saba Energy of Texas, Inc.  
P.O. Box 6209  
Santa Maria CA 93456

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4500 W. Illinois, No. 209  
Midland, TX 79703

Redland Insurance Company  
300 West Broadway  
Council Bluffs, IA 51503

Redland Insurance Company  
1177 Avenue of the Americas  
New York, NY 10036

**VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED** 7099 3220 0009 7873 0929

**Re: Case No. 13163: Application of the New Mexico Oil Conservation Division for an Order Requiring Saba Energy of Texas, Inc., to Properly Plug Six Wells, Imposing Civil Penalties for Failure to Comply, Authorizing the Division to Plug Said Wells and Ordering a Forfeiture of Applicable Plugging Bond; Lea County, New Mexico**

Ladies and Gentlemen:

You are hereby notified that the New Mexico Oil Conservation Division has filed the referenced Application, a copy of which is enclosed herewith, seeking an Order requiring you to properly plug and abandon six wells located in Lea County, New Mexico, specifically identified in said application.

A hearing on this application will take place before a Division hearing officer on Friday, November 7, 2003 at 8:15 a.m., in Porter Hall, First Floor, 1220 South St. Francis Drive in Santa Fe, New Mexico. At that hearing you will have an opportunity to show cause why an order should not be entered as requested in the Application.

You posted a surety bond in the amount of \$50,000, No. RED 1023122 issued by Redland Insurance Company. That security will be forfeited if an order is entered as requested in the attached application and you fail to comply therewith.

Inquiries concerning this application may be directed to the undersigned in the Santa Fe office of the Division at (505) 476-3451.

Very truly yours,

  
Gail MacQuesten  
Assistant General Counsel

cc: Chris Williams and Billy Prichard, Hobbs District

U.S. Postal Service

**CERTIFIED MAIL RECEIPT**

(Domestic Mail Only; No Insurance Coverage Provided)

Article Sent To:

**OIL CONSERVATION** 10-14-03

DIVISION

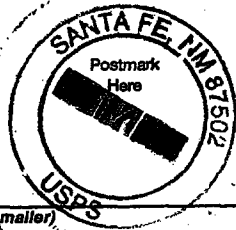
Postage \$

Certified Fee

Return Receipt Fee  
(Endorsement Required)

Restricted Delivery Fee  
(Endorsement Required)

Total Postage & Fees \$



Name (Please Print Clearly) (To be completed by mailer)

**Saba Energy of Texas, Inc.**

Street, Apt. No., or PO Box No.  
**P. O. Box 6209**

City, State, ZIP+4  
**Santa Maria, CA 93456**

PS Form 3800, July 1995

See Reverse for Instructions

**SENDER: COMPLETE THIS SECTION**

- Complete Items 1, 2, and 3. Also complete Item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**Saba Energy of Texas, Inc.  
P. O. Box 6209  
Santa Maria, CA 93456**

2. Article Number (Copy from service label)

**7099 3220 0009 7873 0929**

PS Form 3811, July 1999

Domestic Return Receipt

**COMPLETE THIS SECTION ON DELIVERY**

A. Received by (Please Print Clearly)

B. Date of Delivery

C. Signature

☒ Agent  
☐ Addressee

D. Is delivery address different from item 1? ☒ Yes

If YES, enter delivery address below: ☒ No

**6527 Dominion  
S. Maria, CA 93456**

3. Service Type

- ☒ Certified Mail ☐ Express Mail
- ☐ Registered ☐ Return Receipt for Merchandise
- ☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

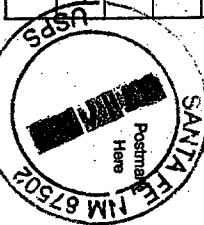
**DCD  
13163**

102595-99-M-1789

U.S. Postal Service  
**CERTIFIED MAIL RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)

Article Sent To:

Postage	\$
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$



Name (Please Print Clearly) (To be completed by mailer)

Saba Energy of Texas, Inc.

4500 W. Illinois, No. 209

Midland, TX 79703

PS Form 3800, July 1999

See Reverse for Instructions

State of New Mexico

**ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT**

1220 South Saint Francis Drive

P.O. Box 6429

Santa Fe, New Mexico 87505-5472

DATE  
OCT 24 2003

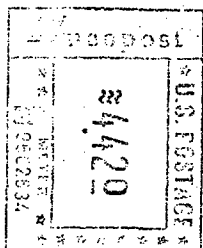
NOTICE

RETURN

**CERTIFIED MAIL**

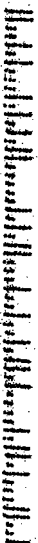
NOT DELIVERABLE  
 AS ADDRESSED  
 UNABLE TO FORWARD

Saba Energy of Texas, Inc.  
 4500 W. Illinois, No. 209  
 Midland, TX 79703



7099 3220 0009 7873 0905

78703-5472/6429





# NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**  
Governor  
**Joanna Prukop**  
Cabinet Secretary

**Lori Wrotenbery**  
Director  
Oil Conservation Division

October 14, 2003

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Midland, TX 79703

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New York, NY 10036

**VIA CERTIFIED MAIL, RETURN RECEIPT REQUESTED** 70 99 3210 0009 7873 0905

**Re: Case No. 13163: Application of the New Mexico Oil Conservation Division for an Order Requiring Saba Energy of Texas, Inc., to Properly Plug Six Wells, Imposing Civil Penalties for Failure to Comply, Authorizing the Division to Plug Said Wells and Ordering a Forfeiture of Applicable Plugging Bond; Lea County, New Mexico**

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Assistant General Counsel

cc: Chris Williams and Billy Prichard, Hobbs District



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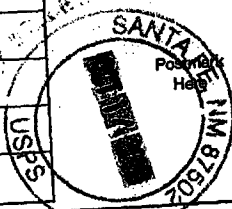
cc: Chris Williams and Billy Prichard, Hobbs District

U.S. Postal Service  
**CERTIFIED MAIL RECEIPT**  
 (Domestic Mail Only; No Insurance Coverage Provided)

Article Sent To:

10-14-03

Postage \$  
 Certified Fee  
 Return Receipt Fee  
 (Endorsement Required)  
 Restricted Delivery Fee  
 (Endorsement Required)  
 Total Postage & Fees \$



Name (Please Print Clearly) (To be completed by mailer)

Redland Insurance Company

300 West Broadway

Council Bluffs, LA 51503

PS Form 3800, July 1999

See Reverse for Instructions

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Redland Insurance Company  
 300 West Broadway  
 Council Bluffs, LA 51503

**COMPLETE THIS SECTION ON DELIVERY**

A. Received by (Please Print Clearly) B. Date of Delivery

*Van Gorch* 10-17

C. Signature

X *[Signature]* ☐ Agent  
☐ Addressee

D. Is delivery address different from item 1? ☐ Yes  
 If YES, enter delivery address below: ☐ No

3. Service Type

- ☒ Certified Mail ☐ Express Mail
- ☐ Registered ☐ Return Receipt for Merchandise
- ☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

2. Article Number (Copy from service label)

7099 3220 0009 7873 0899

PS Form 3811, July 1999

Domestic Return Receipt

102595-99-M-1789

06D  
 13163