Stogner, Michael

From: Bonnie Husband [bhusband@sagapetroleum.com]

Sent: Wednesday, February 19, 2003 3:22 PM

To: Stogner, Michael

Subject: pMESO-3017633229



February 19, 2003

via email mstogner@state.nm.us

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

> Re: pMESO-301763322 Application to Drill NSL State[®]Land[®]Sec. 32 #10 Well[®] 2223' FSL & 860' FEL Sec. 32 (1), T18S, R38E Lea County, NM

Dear Mr. Stogner:

Saga's geological staff proposed to drill the #10 well at the NSL because the #8 well completed in the Bowers 7 Rivers Pool is in the ¹/₄ ¹/₄ section and at sometime this SI well could be recompleted/deepened to the Queen. Geological memos previously forwarded to your office. The well was moved to the northwest because of surface obstructions, power line and a Duke Energy gas pipeline. See topographic plats via facsimile and followed by hard copy mail this date.

List of offset mineral interest owners follows on page 2. Letters to this list will be mailed no later than February 20, 2003.

Your prompt consideration of Saga's request for administrative approval to drill the State Land Section 32 #10 well at a NSL is respectfully submitted.

Yours very truly,

Husband

Bonnie Husbard Production Analyst

415 W. Wall, Ste 1900 Midland, TX 79701

Office: (915) 684-4293 Fax (915) 684-0829

Call to Mike O'Brien 2-4-03

Offset mineral interest ownership W/2 SE/4 Marathon Oxy Permian Arco-Amoco

BP Amoco P O Box 3092 Houston, TX 77253 or 501 Westlake Park Blvd Houston, TX 77253

Altura Ltd P O Box 4294 Houston, TX 77210

S/2 NE/4 Oxy Permian P O Box 50250 Midland, TX 79702 or

P O Box 4294 Houston, TX 77210-4294 Eden Settegast

Shell Everest, Inc. No forwarding address 5060 California Ave Bakersfield, CA 93309

WI in W/2 SE/4 same as E/2 SE/4 Saga & Forest



SECTION 32, TOWNSHIP 18 SOUTH, RANGE 38 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO

