



February 3, 2003

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

FEB 06 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 Blinbry 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.

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 William G. Beatty

Signature

Typed Name

2/10/03
Date

To: MICHAEL STOGNER

Re: PKRVO-301656102

API 30-025-23309

pKRVO-301656102

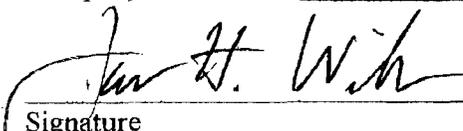
We have no objections to Saga's proposed State Land Section 32 #9 well - Tubb completion - located at a NSL.

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 STOENNER

Re: ~~pKRVO 301656102~~

pKRVO 235835106

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