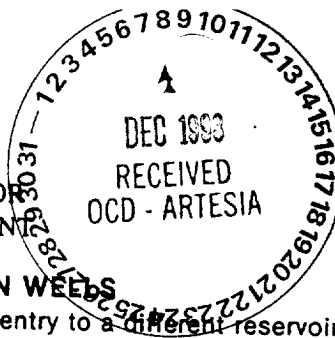


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT



COPY

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

5. Lease Designation and Serial No.
NM0473362

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.
Dero Federal #3

9. API Well No.
30-015

10. Field and Pool, or Exploratory Area
Winchester

11. County or Parish, State
Eddy Co., NM

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☐ Oil Well ☐ Gas Well ☒ Other New Drill

2. Name of Operator

Saga Petroleum Limited Liability Company of Colorado

3. Address and Telephone No.

415 W. Wall, Ste. 835, Midland, TX 79701

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 35, 19S, 28E
1980' FSL & 660' FWL, Unit L

CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☐ Other _____
- ☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Run 260 jts 7" 23 & 26# (Verbal Approval from Gary Grouley)
set @ 11,349'. DV Tool @ 6800.43'. 1st stage: 625 sx Super "H" w/ .4% CFR3, .5% HR7.
2nd stage: 150 bbls mud w/ 150 SCF/bbl N2. Pmp 10 BW 510 sx Super H w/ .4% CFR3, .5%
Halad 344 & 3# salt/sack.

14. I hereby certify that the foregoing is true and correct

Signed

Title

Production Analyst

Date

12/4/98

(This space for Federal or State office use)

Approved by

Title

Date

Conditions of approval, if any: