

OIL CONSERVATION DIVISION

2040 South Pacheco

Santa Fe, NM 87505

<p align="center">SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p>		<p>WELL API NO. 30-025-29738</p>
<p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other WIW <input type="checkbox"/></p>		<p>5. Indicate Type of Lease <u>Federal</u> STATE <input type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator <u>SAGA PETROLEUM LLC</u></p>		<p>6. State Oil & Gas Lease No. <u>Federal Unit Agreement</u></p>
<p>3. Address of Operator <u>415 W WALL, SUITE 1900</u> <u>MIDLAND, TX 79701</u></p>		<p>7. Lease Name or Unit Agreement Name <u>CENTRAL CORBIN QUEEN UNIT</u> <u>Agreement NMNM84603X</u></p>
<p>4. Well Location Unit Letter <u>I</u> : <u>1980</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>East</u> line Section <u>4</u> Township <u>18S</u> Range <u>33E</u> NMPM County <u>LEA</u></p>		<p>8. Well No. <u>204</u></p>
<p>10. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>4010' GL</u></p>		<p>9. Pool name or Wildcat <u>Corbin Queen, Central</u></p>

<p align="center">11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</p>	
<p align="center">NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/></p> <p>OTHER: Add perfs -increase inj rate & reduce inject press <input checked="" type="checkbox"/></p>	<p align="center">SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/></p> <p>CASING TEST AND CEMENT JOBS <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting and proposed work). SEE RULE 1103. For Multiple Completions: Attach diagram of proposed completion or recompletion.

TD 4350' PBDT 4314' Perf 4200'-4217'

RIH w/gauge ring to TD - If unable to reach 4250', POOH, PU GR-CCL logging tool & RIH & set on depth w/GR-DEN-Neutron log, obtain GR-CCL log over Queen interval & POOH

Perf 4184'-4190' w/1 jsp (decentralized strip gun)

Acidize new & old perfs using 4000 gals 15% NEFE HCL in 2 stages.

Pump 2500 gal acid, followed w/200# NaCl block & then pump remaining 1500 gal 15% NEFE HCL acid.

Monitor treating pressure, not to exceed 4500# surface pressure.

SI for 30 mins, flow well back w/at lease twice the volume from btm perf to surface.

Put well back on injection & obtain inj rate & surface pressures until well stabilizes. Obtain step rate test.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Bonnie Husband TITLE Production Analyst DATE 08/13/2001

Type or print name Bonnie Husband Telephone No. (915)684-4293

(This space for State use)

APPROVED BY _____ TITLE ORIGINAL DATE AUG 24 2001

Conditions of approval, if any:

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