

To: Michael Stogner

Via facsimile 505/476-3462

Date: ~~Jan 8, 2003~~

FROM: Bonnie Husband – Saga Petroleum

SUBJECT: ~~No. pKRVO-235835106~~

Amended C-102 (Hobbs Drinkard Pool acreage dedication) – 2-facsimile copies - hard copy will be mailed with other information requested in your letter of December 27, 2002.

Amended C-102 mailed to Hobbs OCD office this date.

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-35961		2 Pool Code 31730		3 Pool Name Hobbs Drinkard	
4 Property Code 20281		5 Property Name Conoco State			6 Well Number 3
7 OGRID No. 148967		8 Operator Name Saga Petroleum LLC			9 Elevation 3639' Gr

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	33	18S	38E		2110	S	2055	E	LEA

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 80	13 Joint or Infill	14 Consolidation Code	15 Order No.
--------------------------	--------------------	-----------------------	--------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED O
NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>16</p>	<p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Bonnie Husband</i> Signature</p> <p>Bonnie Husband Printed Name</p> <p>Production Analyst Title</p> <p>01/08/2003 Date</p>
	<p>18 SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>
	<p>Certificate Number</p>
	<p>130</p> <p>150'</p> <p>75</p>

District I
1625 N. French Dr., Hobbs, NM 88240

District II
811 South First, Artesia, NM 88210

District III
1000 Rio Brazos Rd., Aztec, NM 87410

District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-102
Revised August 15, 2000

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 APT Number 30-025-35961		2 Pool Code 31730		3 Pool Name Hobbs Drinkard	
4 Property Code 20281		5 Property Name Conoco State			6 Well Number 3
7 GRID No. 148967		8 Operator Name Saga Petroleum LLC			9 Elevation 3639' Gr

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	33	18S	38E		2110	S	2055	E	LEA

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres 80	13 Joint or Infill	14 Consolidation Code	15 Order No.
--------------------------	--------------------	-----------------------	--------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16					<p>17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Bonnie Husband</i> Signature</p> <p>Bonnie Husband Printed Name</p> <p>Production Analyst Title</p> <p>01/08/2003 Date</p>
	<p>18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p>				<p>Certificate Number</p>

Stogner, Michael

From: Stogner, Michael
Sent: Wednesday, January 08, 2003 5:20 PM
To: Valdes, Kathy
Cc: 'Bonnie Husband'; Williams, Chris; Mull, Donna; Peterson, Marie; Kautz, Paul; William F. Carr (E-mail); Jones, William V
Subject: SD-03-01

Attached is a draft letter in the form of an "SD" order that recognizes Saga's development of the Hebbs-Drinkard Pool within the subject 80-acre non-standard oil spacing and proration unit (approved by Division Order No. R-4166) and a confirmation of the provisions of DHC-3086. Your application for an exception to Div. Rule 104.C (3) is still pending the required information necessary for the unorthodox gas well location in the Tubb formation, which you have until January 22, 2003 to submit.



SD-03-01.doc