



NEW MEXICO ENERGY, MINERALS and
NATURAL RESOURCES DEPARTMENT

MARY E. JOHNSON
Governor
Jennifer A. Sallsbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

**CERTIFIED MAIL
RETURN RECEIPT REQUESTED**

September 8, 2000

34703
SABA ENERGY OF TEXAS INC
3000 WILCREST, STE 220
HOUSTON, TX 77042

Re: Current Status of Oil and Gas Wells

In May of this year, the Oil Conservation Division ("Division") sent a letter to you setting forth the Division's information on wells for which you are the operator of record. The letter requested a response with additional information. The Division has had no response to the letter. The Division presumes you agree with the information in the letter regarding your inactive wells.

The wells have not shown production or been reported on Form C-115 for more than one year. The wells are not in compliance with the Division's rules and the New Mexico Oil and Gas Act.

You are hereby directed to bring these wells into compliance within 60 days. In the alternative, within 30 days you may submit a compliance plan including a schedule of activities with dates.

Sincerely,

Chris Williams
District Supervisor

Oil Conservation Division * 1625 French Drive * Hobbs, New Mexico 88240
Phone: (505) 393-6161 * Fax (505) 393-0720 * <http://www.emnrd.state.nm.us>

Before the OCC
Case 13163
de novo
OCD Ex. 14

U.S. Postal Service
CERTIFIED MAIL RECEIPT
 (Domestic Mail Only: No Insurance Coverage Provided)

7099 3220 0002 3944 0871

Article Sent To:
SABA ENERGY OF TX

Postage	\$.33
Certified Fee	1.40
Return Receipt Fee (Endorsement Required)	1.25
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 2.98

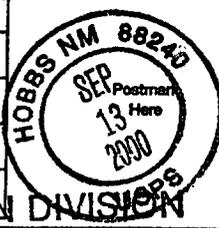
OIL CONSERVATION DIVISION

Name (Please Print Clearly) (To be completed by mailer)

Street, Apt. No., or PO Box No.
1025 N. FRANCH DRIVE

City, State, ZIP+4[®]
HOBBBS NM 88240

PS Form 3800, July 1999 See Reverse for Instructions

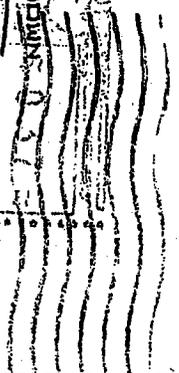
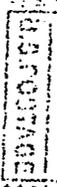


SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	<p>A. Received by (Please Print Clearly) <i>J</i> B. Date of Delivery 9-18-00</p> <p>C. Signature <i>ms</i> X <i>Kim Stammen</i> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No If YES, enter delivery address below: _____</p>
<p>1. Article Addressed to:</p> <p>34703 SABA ENERGY OF TEXAS INC 3000 WILCREST, STE 220 HOUSTON, TX 77042</p>	<p>3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number (Copy from service label) 7099 3220 0002 3944 0871</p>	
<p>PS Form 3811 July 1999</p>	<p>102585-00-M-0952</p>

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
Conservation Division
125 N. French Drive
Albuquerque, NM 88240

SABA ENERGY OF TEXAS INC.
3000 WILCREST
STE. 220
HOUSTON, TX 77042

*RTSX ATTENTION: KENDRICK





NEW MEXICO ENERGY, MINERALS and
NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
 Governor
Betty Rivera
 Cabinet Secretary

Lori Wrotenbery
 Director
Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environment"

08-Oct-02

SABA ENERGY OF TEXAS INC
 3000 WILCREST, STE 220
 HOUSTON TX 77042-

Dear Operator:

The following inspection(s) indicate one or more violations as described in the detail section below. The inspection(s) indicates that the well, equipment, location or operational status failed to meet standards of the New Mexico Oil Conservation Division. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section below indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division.

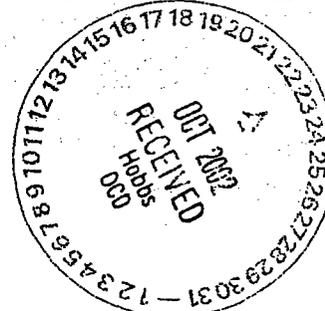
Please notify the proper district office of the Division of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

FERN GUYE 001		M-5-13S-36E	30-025-34488-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
09/18/2002	Routine/Periodic	Billy Pritchard	Yes	No	12/22/2002	iBEP0226153900
Comments on Inspection:		Well idle since March 2000				

Thank you for your prompt attention to this matter and your efforts in helping to protect our environment and the infrastructure of the oil and gas industry.

Chris Williams
 CHRIS WILLIAMS
 OC DISTRICT SUPERVISOR/GENERAL MANAGER
 Chris Williams, District I Supervisor



Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.
 *Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.

NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenberg
Director
Oil Conservation Division

Field Inspection Program
"Preserving the Integrity of Our Environment"

28-Feb-03

SABA ENERGY OF TEXAS INC
P O BOX 6209
SANTA MARIA, CA 93456-

Dear Operator:

The following inspection(s) indicate one or more violations as described in the detail section below. The inspection(s) indicates that the well, equipment, location or operational status failed to meet standards of the New Mexico Oil Conservation Division. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section below indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division.

Please notify the proper district office of the Division of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

Inspection	Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
MORRIS 001							
	02/21/2003	Routine/Periodic	Billy Prichard	Yes	No	5/27/2003	iSAP0305258400
Comments on Inspection: Well idle, Needs returned to service, TA or PA. Start RBDMS tracking.							
SABA STATE 001							
	02/21/2003	Routine/Periodic	Billy Prichard	Yes	No	5/27/2003	iSAP0305258089
Comments on Inspection: Well idle, Well needs returned to service, TA or PA. Start RBDMS tracking							

Sincerely,



DENNIS WILLIAMS
OC DISTRICT SUPERVISOR/GENERAL MANAGER
Hobbs OCD District Office

Note: Information in Detail Section comes directly from field inspector data entries - not all blanks will contain data.
*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.

01
11/11/03

Don Quastor:

Inspection
Date Type

09/18/2003



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

Field Inspection Program

"Preserving the Integrity of Our Environment"

28-Jul-03

**SABA ENERGY INC.
3000 WILCREST DRIVE #220
HOUSTON, TX 77042-3365**

NOTICE OF VIOLATION - Inspection

Dear Operator:

The following inspection(s) indicate that the well, equipment, location or operational status of the well(s) failed to meet standards of the New Mexico Oil Conservation Division as described in the detail section below. To comply with standards imposed by Rules and Regulations of the Division, corrective action must be taken immediately and the situation brought into compliance. The detail section indicates preliminary findings and/or probable nature of the violation. This determination is based on an inspection of your well or facility by an inspector employed by the Oil Conservation Division on the date(s) indicated.

Please notify the proper district office of the Division, in writing, of the date corrective actions are scheduled to be made so that arrangements can be made to reinspect the well and/or facility.

INSPECTION DETAIL SECTION

HARTON STATE 001		H-7-13S-36E	30-025-28540-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/21/2003	Routine/Periodic	Billy Prichard	Yes	No	10/24/2003	iBEP0320254463
Comments on Inspection: Well has been SI since April 2002..Well needs TA, PA or returned to production. 1st letter...						
MORRIS 001		D-8-13S-36E	30-025-29247-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/21/2003	Routine/Periodic	Billy Prichard	Yes	No	10/24/2003	iBEP0320254854
Comments on Inspection: Well is idle, Needs TA, PA or returned to service..2nd letter						
SABA STATE 001		I-7-13S-36E	30-025-33726-00-00			
Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/21/2003	Routine/Periodic	Billy Prichard	Yes	No	10/24/2003	iBEP0320254671
Comments on Inspection: Well is idle. Needs TA,PA or returned to service..2nd letter						

Inspection Date	Type Inspection	Inspector	Violation?	*Significant Non-Compliance?	Corrective Action Due By:	Inspection No.
07/21/2003	Routine/Periodic	Billy Prichard	Yes	No	10/24/2003	iBEP0320254153

Comments on Inspection: Well is idle, Needs TA,PA or returned to service. 2nd letter

In the event that a satisfactory response is not received to this letter of direction by the "Corrective Action Due By:" date shown above, further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of CIVIL PENALTIES for your violation of OCD rules.

Sincerely,


CHRIS WILLIAMS
DC DISTRICT SUPERVISOR/GENERAL MANAGER
Hobbs OCD District Office

Note: nformation in Detail Section comes directly from field inspector data entries - not all blanks will contain data.
*Significant Non-Compliance events are reported directly to the EPA, Region VI, Dallas, Texas.