



December 19, 2001

Mr. David K. Brooks  
Ass. General Counsel  
NM Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, NM 87505

Re: Case No. 12771  
Saba Energy Properties in Lea County  
San Simon 5 State #2 and Fern Guy #1

Dear Mr. Brooks:

In an attempt to bring our properties into compliance with Division Rule 201.B, we are enclosing courtesy copies of Form C-103 which have been sent to the District Offices in Hobbs, New Mexico.

We trust that these applications to place our properties in "temporary abandonment status" will stay any civil penalties.

Should you need further information or have other questions, please feel free to contact the undersign.

Yours truly,

Mike Montes, Jr., Esq.  
Office of Corporate Affairs

Cc Houston Office  
File

District I

1625 N. French Dr., Hobbs, NM 88240

District II  
1301 W. Grand Ave., Artesia, NM 88210

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

District IV  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Revised March 25, 1999

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Ave., Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	Energy, Minerals and Natural Resources <b>OIL CONSERVATION DIVISION</b> 1220 South St. Francis Dr. Santa Fe, NM 87505	WELL API NO. <div style="text-align: right;">30-125-3448</div> 5. Indicate Type of Lease <div style="text-align: center;">STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></div> 6. State Oil & Gas Lease No. <div style="text-align: center;">023608</div>
<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.) 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> 2. Name of Operator <div style="text-align: center;">Saba Energy of Texas, Inc.</div> 3. Address of Operator: 3000 Wilcrest, Ste. 220; Houston, Texas 77042		7. Lease Name or Unit Agreement Name: <div style="text-align: center;">Fern Guy</div> 8. Well No. #1 <div style="text-align: center;">Tatum</div>
4. Well Location <div style="text-align: center;">           Unit Letter <u>  M  </u> : <u>  400  </u> feet from the <u>  SOUTH  </u> line and <u>  990  </u> feet from the <u>  WEST  </u> line            Section <u>  5  </u> Township <u>  13 S  </u> Range <u>  36 E  </u> NMPM County <u>  LEA  </u> </div>		9. Pool name or Wildcat <div style="text-align: center;">Tatum</div>
10. Elevation (Show whether DR, RKB, RT, GR, etc.) <div style="text-align: center;">4022 RKB</div>		

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☒ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: ☐

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

INTENT TO PERFORM A MECHANICAL INTEGRITY TEST BY JANUARY 11, 2002.

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

SIGNATURE B. J. Smith TITLE Secretary DATE 12/19/01

Type or print name Susan M. Whalen

Telephone No. (805) 347-8700

(This space for State use)

APPROVED BY	TITLE	DATE

Conditions of approval, if any:

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised March 25, 1999

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-025-28480
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 018031
7. Lease Name or Unit Agreement Name:  San Simon 5 State
8. Well No. #2
8. Pool name or Wildcat San Simon-Strawn

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.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Saba Energy of Texas, Inc.	
3. Address of Operator: 3000 Wilcrest, Ste. 220; Houston, Texas 77042	
4. Well Location Unit Letter <u>G</u> : <u>1980</u> feet from the <u>NORTH</u> line and <u>1980</u> feet from the <u>EAST</u> line Section <u>5</u> Township <u>22 S</u> Range <u>35 E</u> NMPM County <u>LEA</u>	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3641 RKB	

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☒ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐  
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND CEMENT JOB ☐  
OTHER: ☐

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

INTENT TO PERFORM A MECHANICAL INTEGRITY TEST BY JANUARY 11, 2002.

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

SIGNATURE Saba Energy of Texas, Inc. TITLE Secretary DATE 12/19/01

Type or print name Susan M. Whalen

Telephone No. (805) 347-8700

(This space for State use)

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of approval, if any: