

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

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

Form C-103

Revised June 10, 2003

WELL API NO.	30-025-07542
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	A1159
7. Lease Name or Unit Agreement Name State Land Section 32	
8. Well Number	8
9. OGRID Number	148967
10. Pool name or Wildcat	Bowers 7 Rivers

<p>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>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p> <p>2. Name of Operator Saga Petroleum LLC</p> <p>3. Address of Operator 415 W Wall, Suite 1900 Midland, TX 79701</p> <p>4. Well Location Unit Letter I : 1980 feet from the S line and 660 feet from the E line Section 32 Township 18S Range 38E NMPM County Lea</p> <p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) Gr 3637'</p>		
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12. 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: MIT for TA status ☒

13. 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.

Reference is made to April 14, 2004 Notice of Violation - Inspection No: iJDR0410552519

Well drld 7/1948 & completed 7/1948.

11" hole w/8-5/8" 28# csg @ 300', cmtd w/300 sx, circ surf.

7" hole w/5-1/2" 15.5# csg @ 3124', cmtd w/1000 sx - TOC 350'. TD 3030',

Well produced from open hole interval 3124'-2192'.

4-21-04 set RBP @ 3050', RU Key, load hole w/FW, press test csg to 500 psi, test good, Catch & release RBP, POOH w/same, PU CIBP &

RIH, set CIBP @ 3050', Load csg & circ 60 bbls pkr fluid dwn csg. POOH, LD all 2-3/8" 4.6# J55 EUE tbg.

4-22-04 press test to 550 psi - held for 30 mins - good test - Chart attached -

Did not call for witness, received verbal approval on 4-28-04 from Johnny Robinson that chart would be accepted.

Saga wants to hold the wellbore for deepening to Queen, tentatively scheduled for the first quarter of 2005.

This Approval of Temporary Abandonment Expires 4/22/09

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 04/28/2004

Type or print name Bonnie Husband

E-mail address: bhusband@sagapetroleum.com Telephone No. (432)684-4293

(This space for State use)

APPROVED BY Hayden Wink

Conditions of approval, if any:

OCT FIELD REPRESENTATIVE II/STAFF MANAGER

DATE MAY 11 2004

