

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
 May 27, 2004

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

WELL API NO. 30-025-05128
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name SHELTON
8. Well Number 1
9. OGRID Number 236378
10. Pool name or Wildcat Denton Devonian

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 Saber Resources LLC 3. Address of Operator 400 W Illinois, Suite 950, Midland, Texas 79701 4. Well Location Unit Letter <u>F</u> <u>1980</u> feet from the <u>North</u> line and <u>2080</u> feet from the <u>West</u> line Section <u>26</u> Township <u>14S</u> Range <u>37E</u> NMPM County <u>Lea</u> 11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>3826'</u> Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type <u> </u> Depth to Groundwater <u> </u> Distance from nearest fresh water well <u> </u> Distance from nearest surface water <u> </u> Pit Liner Thickness: <u> </u> mil Below-Grade Tank: Volume <u> </u> bbls; Construction Material <u> </u>	
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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 COMPL ☐
 OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐
 OTHER: Add Devonian Perfs/Acidize/Return to Production ☐

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.

3/13/07 - MI & RUPU. POH w/247 jnts of 2-7/8" tbg. RU WL & RIH w/gauge ring. POH w/gauge ring, RIH w/40 Arm Caliper logging tool - 5-1/2" csg good from 7968' to surface. RDWL.
 3/15/07 - RIH w/mill to 12,337' (Model "D" pkr). POH.
 3/19/07 - RU WL - RIH w/perf guns. Perf Devonian perfs w/2 JSPF 12,222 to 12,298' (152 holes). POH & RD WL. RIH w/pkr & acidize Devonian perfs w/8000 gals of 15% NeFe HCL acid.
 3/22/07 - RIH w/sub pump equipment (SD 300 pumps) on 244 jnts of 2-7/8" L-80 tbg. SN depth @ 7763'. Start up well on generator. RDPU.
 4/12/07 - RUPU, POH w/244 jnts of 2-7/8" tbg & sub pump equipment.
 4-13-07 - RIH w/sub pump equipment (SD 1750 pump) on 244 jnts of 2-7/8" L-80 tbg. Set SN @ 7763'. Start up well on generator. Return to production.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Douglas Keathley TITLE V P of Operations DATE 4/24/07

Type or print name Douglas Keathley E-mail address: doug@saberresources.com Telephone No. 432-685-0169

For State Use Only

APPROVED BY: Chris Williams OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE APR 30 2007

Conditions of Approval (if any):