

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

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

Form C-103
 May 27, 2004

WELL API NO. 30-025-05244
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-2344
7. Lease Name or Unit Agreement Name State "A"
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, Tx., 79701	
4. Well Location Unit Letter L : 1980 feet from the South line and 660 feet from the West line Section 2 Township 15 S Range 37 E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3820' DF	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____	

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 ☐

SUBSEQUENT REPORT OF:
 REMEDIAL WORK ☒ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: Squeeze cmt csg ☒

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 re-completion.

1/12/07 RUPU & locate holes in the 5 1/2" casing @ 11,606'; 11,593'; 11,416'; 9981'; 9976'; & 9973'.
 1/24/07 Set 5 1/2" RBP @ 11,660' - squeeze off casing leaks w/ 200 sxs Class "H" cement under a cement retainer set @ 11,326'. Drill out retainer & cement. Tested casing to 600 psi - held good.
 2/19/07-2/23/07 Drill out w/ a 4 5/8" bit from 12,500' to original TD of 12,682'.
 2/27/07 Acidize Devonian OH interval (12,500' - 12,682') with 3000 gals of 15% NeFe HCL acid. Acidize Devonian Perfs (11,814' - 12,440') with 5000 gals of 15% NeFe HCL acid.
 3/1/07 Test 5 1/2" casing - found top holes (9981', 9976', & 9973') leaking- squeeze broke down.
 3/2/07 Squeeze off casing leaks with 500 gals of Flowguard & 75 sxs cement. Drill out cement retainer & cement. Test casing to 860# squeeze held good.
 3/9/07 RIH with production equipment - 343 jnts of 2 7/8" tubing with a 1750 bpd sub pump. SN @ 10,942'.
 4/20/07 RIH with cement retainer & re-squeeze top holes in the casing @ 9981', 9976', & 9973' with 200 sxs cement. Drill out & test squeeze.

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 NMOCDC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE R. Douglas Keathley TITLE VP of Operations DATE 4/25/07

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

For State Use Only OC DISTRICT SUPERVISOR/GENERAL MANAGER

APPROVED BY: Chris Williams TITLE _____ DATE APR 30 2007

Conditions of Approval (if any):