

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

Minerals and Natural Resources

June 16, 2008

RECEIVED

OIL CONSERVATION DIVISION

JUN 19 2009 10:00 AM

Santa Fe, NM 87505

HOBBS OGD

WELL API NO.

30-025-07154

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Newmont

8. Well Number 1

9. OGRID Number 236378

10. Pool name or Wildcat SWD

Gladiola, 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 ☐ Gas Well ☒ Other SWD ☒

2. Name of Operator

Saber Resources, LLC

3. Address of Operator

400 W. Illinois - Suite 950 - Midland, Texas 79701

4. Well Location

Unit Letter K : 1980 feet from the South line and 1980 feet from the West line

Section 7 12S Township 38E Range NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3874' GL

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: Pull well for hole in tubing

☒

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.

5/28/08 RUPU & start flowing back well to frac tank. Dug up casing valve (4' from surface) Well has 400# on tbg & casing.

5/29/08 Pump acid down well & continue flowing back well to frac tanks.

5/30/08 - 6/1/08 Continue flowing well to frac tank.

6/2/08 flow well for 1 1/2 hrs - ND WH and pull slips out of bowl. POH with 52 joints of 4 1/2" CS Hydril tubing. Top of fish at 1538'.

6/3/08 Well flowed 260 bbls of water to tank overnight. RIH with a 6 1/8" overshot with 4 1/2" grapple on workstring tubing. Tagged up at 1316'. POH with overshot and workstring. PU & RIH with a 7 7/8" bit, (6) 4 1/8" DC's, & WS. Tag up at 1310' with bit. Bit plugged off.

6/4/08 Well had 50# TP - blow down to frac tank. Drill scale from 1191' to 1310'. Drilling red beds from 1310' to 1317'. PU off of bottom and work back down to 1310' - making no hole with red beds in returns. Pull to 1285' and circ clean.

6/5/08 50# SI TP on well - flow back to tank. POH with workstring and BHA. RU Gray WL and run a CBL from 1250' to 11'. Log shows good cement bond from 1250' to 273' from surface. ND BOP & NUWH. Shut in well & RDPU.

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

SIGNATURE Nelson Patton TITLE Consultant DATE 6/17/08

Type or print name Nelson Patton E-mail address: _____ PHONE: (432) 685 - 0169

For State Use Only

APPROVED BY: [Signature] TITLE DISTRICT 1 SUPERVISOR DATE JAN 30 2009

Conditions of Approval (if any):

FOR RECORD ONLY