

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, 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-104A
Revised June 10, 2003

Submit 1 copy of the final affected wells
list along with 1 copy of this form per
number of wells on that list to appropriate
District Office

Change of Operator

Previous Operator Information:

OGRID: 148967
Name: Saga Petroleum LLC
Address: 415 W Wall Ste 1900
Address: _____
City, State, Zip: Midland, TX 79701

New Operator Information:

Effective Date: November 1, 2003
New Ogrid: 141928
New Name: Patterson Petroleum LP
Address: P.O. Box 1416
Address: _____
City, State, Zip: Snyder, Texas 79550

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the attached list of wells is true and complete to the best of my knowledge and belief.

New Operator

Signature: [Signature]

Printed name: Joe Fitzgerald

Title: Attorney-in-Fact

E-mail: _____

Address: Fitzgeraldj@patenergy.com

Date: 10-31-03

Phone: (432) 685-1414

Previous operator complete below:

Previous
Operator: Saga Petroleum LLC
Previous
OGRID: 148967
Signature: [Signature]
Printed
Name: Chris Hodge
E-mail
Address: chodge@sagapetroleum.com

NMOCD Approval

Signature: [Signature]

Printed

Name: Paul F. Kautz

PETROLEUM ENGINEER

District: _____

Date: _____

DEC 09 2003

ASSIGNMENT AND BILL OF SALE, WELLBORE ONLY

COPY

STATE OF NEW MEXICO)

COUNTY OF LEA)

Saga Petroleum Corp., whose address is 415 West Wall, Suite 1900, Midland, Texas 79701 hereinafter referred to as "Assignor", for valuable consideration paid by Patterson Petroleum LP, whose address is P. O. Box 1416, Snyder, Texas 79550, hereinafter referred to as "Assignee" the receipt and sufficiency of which is hereby acknowledged, does hereby BARGAIN, SELL, TRANSFER, ASSIGN and CONVEY unto Assignee, all of the Assignors' rights, title and interest in and to that certain wellbore known as the Cockburn State "B" #2 Well, located 1980' FNL and 660' FSL of Section 1, T-18-S, R-33-E, Lea County, New Mexico (API # 30-025-01566). **This Assignment is limited to said wellbore only. Any and all other rights which the Assignors may now own pertaining to Section 1, T-18-S, R-33-E, Lea County, New Mexico, are reserved here from.**

As used herein "wellbore" shall be defined as the subject well, to the depth to which it was drilled, and all its essential component parts including, if any, casing, tubing, flow lines, and well head equipment which is currently located on, in, or around the well.

Assignee hereby, receives delivery of the interest assigned hereunder as of the Effective Date hereof, expressly subject to all obligations under any Leases, agreements or other burdens affecting or relating to the well or the lands upon which the well is located. **Further, Assignee also agrees to assume and accept the plugging liabilities for the subject well.** Assignee will secure any and all necessary governmental and/or private permits and/or permission to enter the lands upon which said well is located and to conduct its operations thereon.

As of the effective date hereof all taxes, including personal property taxes, ad valorem taxes and severance or production taxes, which are imposed upon said well shall be the burden of Assignee.

ASSIGNORS MAKE NO EXPRESS OR IMPLIED WARRANTY OR REPRESENTATIONS AS TO ANY WELL EQUIPMENT AND OTHER PERSONAL PROPERTY APPURTENANT TO SAID WELL OR USED IN CONNECTION THEREWITH, INCLUDING, WITHOUT LIMITATION, WARRANTIES OF MERCHANTABILITY OR FITNESS FOR ANY PURPOSE, AND SUCH PERSONAL PROPERTY AND EQUIPMENT IS CONVEYED TO ASSIGNEES AS IS, WHERE IS, AND WITH ALL FAULT AND DEFECTS. THIS ASSIGNMENT IS MADE WITHOUT WARRANTY, EITHER EXPRESSED OR IMPLIED.

Executed this 31st day of October, 2003, but the Effective Date of this Assignment is July 1, 2003 at 7:00 a.m.

ASSIGNOR:
SAGA PETROLEUM CORP.

By: [Signature]
J. Charles Farmer, President

ASSIGNEE:
PATTERSON PETROLEUM LP

By: [Signature]
Name: Joe Fitzgerald
Title: Attorney-In-Fact

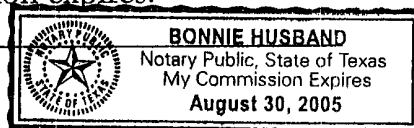
ACKNOWLEDGMENTS

THE STATE OF TEXAS

COUNTY OF MIDLAND

This instrument was acknowledged before me on this 30th day of OCT, 2003, by J. CHARLES FARMER, as PRESIDENT of Saga Petroleum Corp.

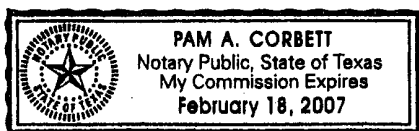
[Signature]
Notary Public, _____
My commission expires: _____



THE STATE OF TEXAS

COUNTY OF MIDLAND

This instrument was acknowledged before me on the 31st day of October, 2003, by Joe Fitzgerald, Attorney-In-Fact, of Patterson Petroleum LP, a Delaware Partnership, on behalf of said partnership.



[Signature]
Notary Public for the State of Texas