

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

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

WELL API NO.

30-025-10398

5. Indicate Type of Lease

STATE ☐ FEE ☐

6. State Oil & Gas Lease No.

Federal NMLC032573A

7. Lease Name or Unit Agreement Name
E M Elliott Federal

8. Well Number

3

9. OGRID Number

148967

10. Pool name or Wildcat

Blinebry O&G, Tubbs

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

2. Name of Operator

Saga Petroleum LLC

3. Address of Operator 415 W. Wall, Suite 1900

Midland, TX 79701

4. Well Location

Unit Letter C : 510 feet from the North line and 2130 feet from the West line

Section 22

Township 22S

Range 37E

NMPM

County Lea

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

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: DHC ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐CASING TEST AND CEMENT JOB ☐OTHER: ☐

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.

Per Order R-11363, Saga respectfully requests approval to downhole commingle the designated pools

Blinebry 06660 5481'-5654' perfs

Tubb 60240 5964'-6142' perfs

The allocation method will be as reported on Form C107A submitted 2-3-04 with Forms C-102 & production curves for each zone

Blinebry Oil 16% & gas 14%, wtr 95%

Tubb Oil 84% & gas 86%, wtr 5%

Downhole commingling will not decrease the value of production.

All working, royalty & overriding royalty interests are identical in the two pools.

The BLM was notified of this request via Sundry Notice 3160-5 dated 2-3-2004

DHC Order No. HOB-0078

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 02/13/2004

bhusband@sagapetroleum.com

Type or print name Bonnie Husband

E-mail address:

Telephone No. (432)684-4293

(This space for State use)

APPROVED BY

Paul G. Hufsch

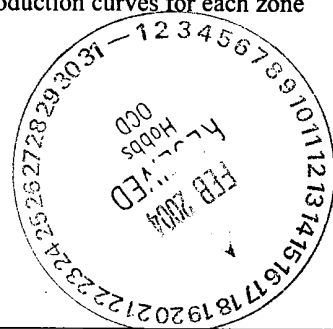
TITLE

PETROLEUM ENGINEER

DATE

FEB 24 2004

Conditions of approval, if any:



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State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107A
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

APPLICATION TYPE
☒ Single Well
☐ Establish Pre-Approved Pools
EXISTING WELLBORE
☒ Yes ☐ No

APPLICATION FOR DOWNHOLE COMMINGLING

Saga Petroleum LLC 415 W. Wall, Suite 1900, Midland, TX 79701
Operator Address
E M Elliott Fed 3 C - 22 - T22S - R37E
Lease Well No. Unit Letter-Section-Township-Range Lea
County
OGRID No. 148967 Property Code 25692 API No. 30-025-10398 Lease Type: ☒ Federal ☐ State ☐ Fee

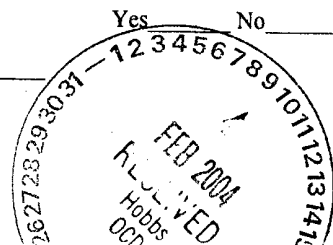
DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	Blinebry		Tubb
Pool Code	06660		60240
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	5481'-5654'		5964'-6142'
Method of Production (Flowing or Artificial Lift)	Pump		Pump
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)			
Oil Gravity or Gas BTU (Degree API or Gas BTU)	1.246 - 36.1°		1.275 - 36.1°
Producing, Shut-In or New Zone	Prod		SI via RBP
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: 02/02/2004 Rates: 1bo-2bw-1mcf	Date: Rates:	Date: 12/03/2003 Rates: 5 BO- 6 MCF
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas 16 % 14 %	Oil Gas % %	Oil Gas 84 % 86 %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? Yes ☒ No ☐
If not, have all working, royalty and overriding royalty interest owners been notified by certified mail? Yes ☐ No ☐
Are all produced fluids from all commingled zones compatible with each other? Yes ☒ No ☐
Will commingling decrease the value of production? Yes ☐ No ☒
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application? Yes ☐ No ☐
NMOCD Reference Case No. applicable to this well: _____

Attachments:

- C-102 for each zone to be commingled showing its spacing unit and acreage dedication.
- Production curve for each zone for at least one year. (If not available, attach explanation.)
- For zones with no production history, estimated production rates and supporting data.
- Data to support allocation method or formula.
- Notification list of working, royalty and overriding royalty interests for uncommon interest cases.
- Any additional statements, data or documents required to support commingling.



PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

- List of other orders approving downhole commingling within the proposed Pre-Approved Pools
- List of all operators within the proposed Pre-Approved Pools
- Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application.
- Bottomhole pressure data.

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 02/03/2004
TYPE OR PRINT NAME Bonnie Husband TELEPHONE NO. () (432)684-4293
E-MAIL ADDRESS bhusband@sagapetroleum.com

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State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

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Form C-102

Revised June 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-10398	² Pool Code 06660	³ Pool Name Blinebry Oil & Gas
⁴ Property Code 25692	⁵ Property Name E M Elliott Federal	⁶ Well Number 3
⁷ OGRID No. 148967	⁸ Operator Name Saga Petroleum LLC	⁹ Elevation Gr 3386'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	22	22S	37E		510	N	2130	W	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicated Acres 40	¹³ Joint or Infill I	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

¹⁶	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature Bonnie Husband Printed Name Production Analyst bhusband@sagapetroleum.com Title and E-mail Address 02/04/2004 Date		
	¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.		
	Date of Survey Signature and Seal of Professional Surveyor:		
	Certificate Number		

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⁴ Property Code 25692	⁵ Property Name E M Elliott Federal		⁶ Well Number 3
⁷ OGRID No. 148967	⁸ Operator Name Saga Petroleum LLC		⁹ Elevation Gr 3386'

¹⁰ Surface Location

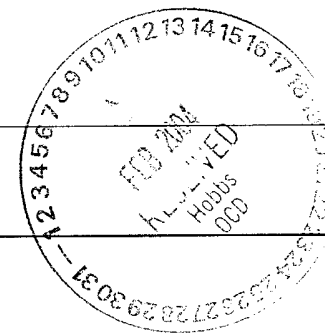
UL or lot no. C	Section 22	Township 22S	Range 37E	Lot Idn	Feet from the 510	North/South line N	Feet from the 2130	East/West line W	County Lea
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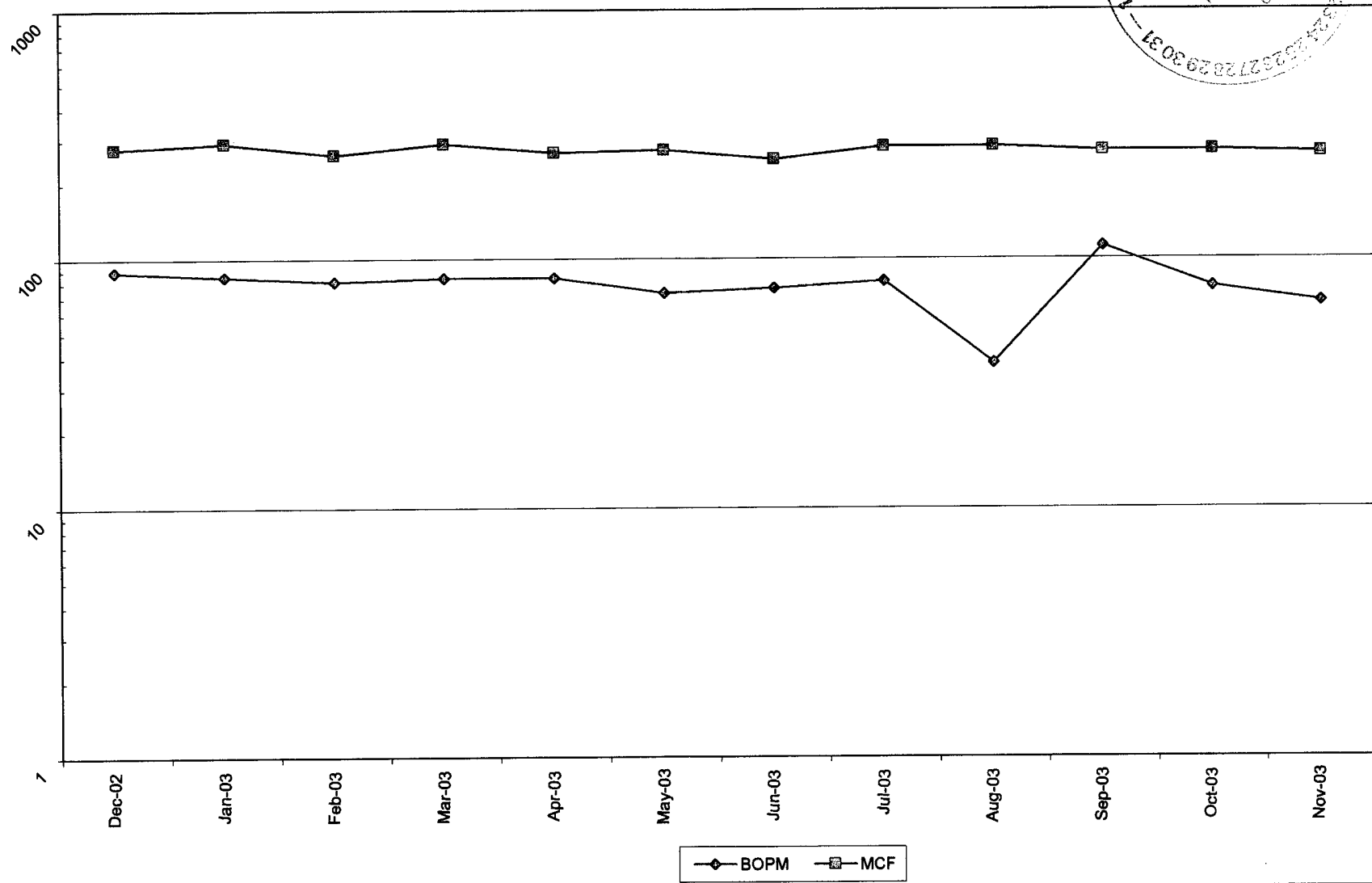
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	Certificate Number	



Tubbs



Blinebry Oil & Gas

10

1

