

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Form C-104A
August 11, 2000

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Submit 1 Copy of the final affected wells
list along with 2 copies 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, SUITE 1900
Address: _____
City, State, Zip: MIDLAND, TX 79701

New Operator Information:

Effective Date: 10/01/2002
New Ogrid: 17213
New Name: PENROC OIL CORPORATION
Address: P O BOX 5970 2769
Address: _____
City, State, Zip: Hobbs, NM 88241-5970

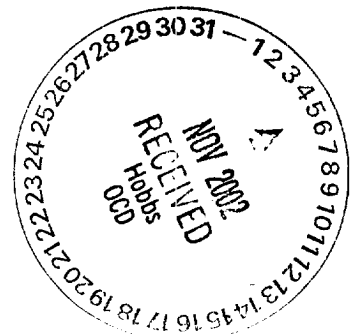
I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the attached list of wells is true and complete to the best of my knowledge and belief.

New Operator
Signature: [Signature]
Printed Name: M. Y. (Merch) Merchant
Title: President
Date: 10/31/2002 Phone: (505) 492-1236

Previous operator complete below:

Previous
Operator: SAGA PETROLEUM LLC
Previous
OGRID: 148967
Signature: [Signature]
Printed
Name: M. MARK CALDWELL

NMOCD Approval	
Signature: <u>[Signature]</u>	
Printed Name: <u>CHRIS WILLIAMS</u>	
District: <u>OC DISTRICT SUPERVISOR/GENERAL MANAGER</u>	
Date: <u>DEC 03 2002</u>	



WELLS INVOLVED IN OPERATOR CHANGE
FINAL LIST WITH G104A

This is a final list of wells being transferred. If all bonding requirements are satisfied, submit this list to the OCD District with your G104A.

PREVIOUS OPERATOR: 148567 SAGA PETROLEUM LIMITED LIABILITY CO.

OCD DISTRICT: HOBBS

17213 Pennac Oil Corporation
NEW OPERATOR:

PROF-
ERTY WELL NAME

30813 Pennac
20275 STATE DA #001

30817 Pennac
20275 STATE 13 #001

OCD	UNIT	WELL	POOL	LAST
ELSTR	LTR	API	TYPE	PROD
			ID	
			POOL	
L23-123-32E L	30-025-27893	0	9120 CAYROCK, PENN, EAST	09-1002
R23-124-32E R	30-025-26366	0	9120 CAYROCK, PENN, EAST	09-1002