Administrative Order SWD-662 Saga Petroleum L.L.C. June 23, 1997 Page 3

operations in accordance with Rule Nos. 706 and 1120 of the Division Rules and Regulations.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

Approved at Santa Fe, New Mexico, on this 23rd day of June, 1997.

WILLAM J. LEMAY, Director

WJL/DRC

xc: Oil Conservation Division - Hobbs NM State Land Office - Oil and Gas Division US Bureau of Land Management - Carlsbad