Bradley T. Katzung President, Chief

Operating Officer

Saba Energy of Texas, Incorporated

1603 S.E. 19th Street, Suite 202 Edmond, OK 73013 Tel 405•340•3600 Fax 405•340•3691

November 20, 1996

State of New Mexico Energy, Minerals and Natural Resources Department District I P.O. Box 1980 Hobbs, NM 88241-1980

Attn: Donna

Re: Saba State #1

Sec. 7-13S-36E

Lea Co., New Mexico

Dear Donna:

Enclosed you will find four copies of the C-102, C-103 and a new topographic map amending our original surface location for the above referenced lease. I have also enclosed a copy of our letter requesting administrative approval for an unorthodox location. If you need any additional information or have any questions, please advise.

Thank you so much for all your help in getting these forms completed.

Sincerely,

Tracy Mills

Engineering Assistant

Enclosures (5)