

District I  
1625 N. French Dr., Hobbs, NM 87240

District II  
811 South First, Artesia, NM 87210

District III  
1690 Rio Brazos Rd., Aztec, NM 87410

District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

Form C-103  
Revised March 25, 1999

<p><b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)</p> <p>1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other</p>		<p>WELL API NO. 30-025-35961</p> <p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p> <p>6. State Oil &amp; Gas Lease No. B2656</p> <p>7. Lease Name or Unit Agreement Name CONOCO STATE</p>
2. Name of Operator SAGA PETROLEUM LLC	8. Well No. 3	
3. Address of Operator 415 W. WALL, SUITE 1900 MIDLAND, TX 79701	9. Pool name or Wildcat HOBBS DRINKARD	
4. Well Location Unit Letter J : 2110 feet from the S line and 2055 feet from the E line Section 33 Township 18S Range 38E NMPM County LEA		
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3639' Gr		

<p>11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</p> <p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>		<p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/></p> <p>CASING TEST AND CEMENT JOBS <input type="checkbox"/></p> <p>OTHER: add perfs &amp; treat <input checked="" type="checkbox"/></p>
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12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting and proposed work). SEE RULE 1103. For Multiple Completions: Attach diagram of proposed completion or recompletion.

11-14-02 POOH w/remainder of tbg, LD HD pkr, RU Computalog & perf 6406'-12' & 6421'-23', 6434'-38' & 6444'-48' & 6462'-68' & 6473'-79' & 6495'-6502', 6519'-33', 6536'-45' & 6567'-73' w/2 JSPF total 158 holes. RD Computalog, PU Model R pkr & RIH to 6574', RU Cudd, circ hole w/130 bbls, start acid job spot 250 gal 15% NEFE. PUH to 6364', reverse w/10 bbls, set pkr, ND BOP, NUWH, Pump 16 bbls 2%, put acid away @ 3.8 BPM @ 3860 psi, ISIP 2800 psi, 1-1/5 mins to vac. RD Cudd, RU swab & make 1 run, IFL 6050', no fluid recovered, SDFN - 37 BLWTR

11-20-02 Acidize Drinkard perfs 6406'-6573' w/1500 gals 15% NEFE using 150 ball sealers. Flush to btm perf w/2% KCL, good ball action w/several formation breaks. Max rate 4.5 BPM @ 3600 psi, Avg 750 psi, ISIP 0. 67 bbls load to recover. SI for 45 mins, open well, RU to swab - IFL 5500', make 8-swab runs & rec 25 BLW, good gas after each run. 42 BLTR

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 11/20/2002

Type or print name Bonnie Husband

(This space for State use)

APPROVED BY

TITLE

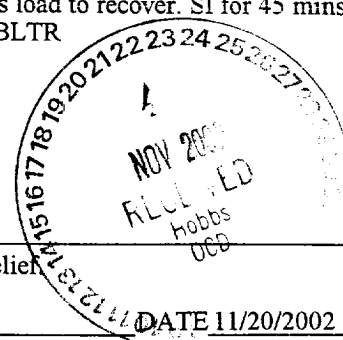
Conditions of approval, if any:

Telephone No. (915)684-4293

ORIGINAL SIGNED BY  
PAUL F. KAUTZ  
PETROLEUM ENGINEER

NOV 26 2002

DATE



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