



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

August 29, 1988

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Saba Energy Inc.
4500 West Illinois Suite 213
Midland, TX 79703

Attn: Mr. Bruce M. Patterson

Re: State HL #1-L
Section 2, T23S, R33E

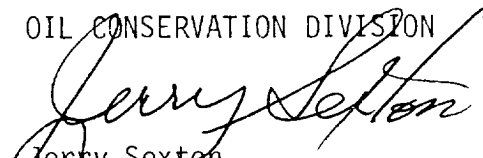
Gentlemen:

We have approved the C-103 submitted requesting permission to conduct an open-flow deliverability test to the atmosphere with the following stipulations:

- 1) Notify OCD before starting test
- 2) Gas must be flared
- 3) Permission for stabilized points only -- if it takes over 7 days you will need to notify us.

Very truly yours,

OIL CONSERVATION DIVISION


Jerry Sexton
Supervisor, District I

JS/ed