

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:

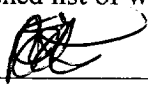
OGRID: 148967
Name: SAGA PETROLEUM LLC
Address: 415 W WALL, SUITE 1900
Address: _____
City, State, Zip: MIDLAND, TX 79701

New Operator Information:

Effective Date: Aug 1, 2001
New Ogrid: 20989
New Name: SMITH & MARRS INC
Address: P.O. BOX 863
Address: _____
City, State, Zip: KERMIT, TX 79745

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: 

Printed Name: Rick Smith

Title: Pres

Date: 8-8-01

Phone: 915 () - 586-3076

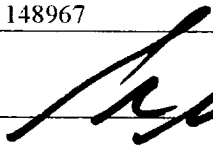
Previous operator complete below:

Previous

Operator: SAGA PETROLEUM LLC

Previous

OGRID: 148967

Signature: 

Printed

Name: MARK CALDWELL

NMOCD Approval

Signature: 

Printed

Name: PAUL F KAUTZ

District: PETROLEUM ENGINEER

Date: APR 11 2002

1166c-31

WELLS INVOLVED IN OPERATOR CHANGE
INITIAL LIST FOR OPERATOR VALIDATION

If all wells and completions on this list are not part of this transfer, send this list to the appropriate OCD District Office with exceptions noted and supporting paperwork so corrections can be made. If this list agrees with your records and bonding requirements are satisfied, contact OCD in Santa Fe for a final list to submit to the OCD District with your C-104A.

NEW OPERATOR:

PREVIOUS OPERATOR: 148967 SAGA PETROLEUM LIMITED LIABILITY CO.

OCD DISTRICT: HOBBS

PROP- ERTY WELL NAME	ULSTR	OCD UNIT	LTR API	WELL TYPE	POOL ID	POOL NAME	PROD/INJ	BOND REQD OF WELL DEPT	MINIMUM IF INDICATED, LAST ADDITIONAL ADV. DISTR
SKELLY PENROSE B UNIT #037	M-05-238-37E	M	30-025-10642	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #038	N-05-238-37E	N	30-025-10641	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #039	O-05-238-37E	O	30-025-10645	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	09-1996	5,000
SKELLY PENROSE B UNIT #040	P-05-238-37E	P	30-025-10644	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	08-1999	5,000
SKELLY PENROSE B UNIT #041	C-05-238-37E	C	30-025-10684	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-1988	5,000
SKELLY PENROSE B UNIT #042	D-05-238-37E	D	30-025-10685	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	12-1992	5,000
SKELLY PENROSE B UNIT #043	A-05-238-37E	A	30-025-10666	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #044	C-08-238-37E	C	30-025-10672	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #045	D-08-238-37E	D	30-025-10668	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #046	A-07-238-37E	A	30-025-10658	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	05-1996	5,000
SKELLY PENROSE B UNIT #047	B-07-238-37E	B	30-025-10659	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	02-1995	5,000
SKELLY PENROSE B UNIT #048	E-08-238-37E	E	30-025-10669	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	10-1976	5,000
SKELLY PENROSE B UNIT #049	G-08-238-37E	G	30-025-10671	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	06-1988	5,000
SKELLY PENROSE B UNIT #053	K-09-238-37E	K	30-025-10688	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #054	L-09-238-37E	L	30-025-10687	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	12-1992	5,000
SKELLY PENROSE B UNIT #055	I-08-238-37E	I	30-025-10675	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	05-1976	5,000
SKELLY PENROSE B UNIT #056	L-08-238-37E	L	30-025-10673	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	05-1991	5,000
SKELLY PENROSE B UNIT #057	P-08-238-37E	P	30-025-10676	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #059	N-09-238-37E	N	30-025-10677	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	12-1992	5,000
SKELLY PENROSE B UNIT #060	M-09-238-37E	M	30-025-10690	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	08-1994	5,000
SKELLY PENROSE B UNIT #061	N-09-238-37E	N	30-025-10689	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	12-1986	5,000
SKELLY PENROSE B UNIT #063	B-08-238-37E	B	30-025-10667	I	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #064	F-05-238-37E	F	30-025-30219	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #065	4-04-238-37E	D	30-025-30235	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #066	L-05-238-37E	L	30-025-30373	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #067	J-05-238-37E	J	30-025-30374	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #068	I-3-238-37E	I	30-025-30375	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #069	G-05-238-37E	G	30-025-32111	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #070	K-05-238-37E	K	30-025-32112	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #071	2-05-238-37E	B	30-025-32113	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #072	C-08-238-37E	C	30-025-32114	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #073	B-08-238-37E	B	30-025-32115	O	37240	LANGLIE MATIX,7	RVR-S-Q-GRAYBURG	07-2001	
SKELLY PENROSE B UNIT #074									

155,000