

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:

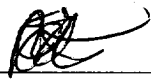
OGRID: 148967  
Name: SAGA PETROLEUM LLC  
Address: 415 W WALL, SUITE 1900  
Address: \_\_\_\_\_  
City, State, Zip: MIDLAND, TX 79701

#### 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: Ricky Smith

Title: Pres.

Date: 8-8-01

Phone: 915 ( ) - 586-3076

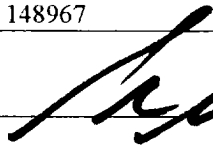
Previous operator complete below:

Previous

Operator: SAGA PETROLEUM LLC

Previous

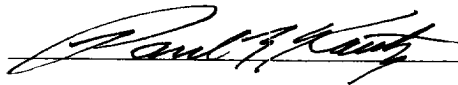
OGRID: 148967

Signature: 

Printed

Name: MARK CALDWELL

#### NMOCD Approval

Signature: 

Printed

Name: PAUL F KAUTZ

District:

PETROLEUM ENGINEER

Date:

APR 11 2002

1166c-31

OCT 29, 2001

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.

PREVIOUS OPERATOR: 148967 SAGA PETROLEUM LIMITED LIABILITY CO.

NEW OPERATOR:

OCD DISTRICT: HOBBS

| PROP-<br>ERTY WELL NAME    | ULSTR        | OCD<br>UNIT<br>LTR | WELL<br>TYPE | POOL<br>ID | POOL NAME                         | PROD/INJ | LAST<br>ADDITIONAL ADV. DIST. | MINIMUM IF INDICA<br>BOND REQD OF WELL DEPTH |
|----------------------------|--------------|--------------------|--------------|------------|-----------------------------------|----------|-------------------------------|----------------------------------------------|
|                            |              |                    |              |            |                                   |          |                               |                                              |
| SKELLY PENROSE B UNIT #037 | M-05-238-37E | M                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #038 | N-05-238-37E | N                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #039 | O-05-238-37E | O                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 09-1996  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #040 | P-05-238-37E | P                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 08-1999  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #041 | C-09-238-37E | C                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-1988  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #042 | D-09-238-37E | D                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 12-1992  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #043 | A-08-238-37E | A                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #044 | C-08-238-37E | C                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #045 | D-08-238-37E | D                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #046 | A-07-238-37E | A                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 05-1996  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #047 | B-07-238-37E | B                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 03-1995  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #048 | E-08-238-37E | E                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 10-1976  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #049 | G-08-238-37E | G                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 06-1988  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #053 | K-09-238-37E | K                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #054 | L-09-238-37E | L                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 12-1992  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #055 | I-08-238-37E | I                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 05-1976  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #056 | L-08-238-37E | L                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 03-1991  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #057 | N-08-238-37E | N                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #059 | P-08-238-37E | P                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 12-1992  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #060 | M-09-238-37E | M                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 08-1994  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #061 | N-09-238-37E | N                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 12-1986  |                               | 5,000                                        |
| SKELLY PENROSE B UNIT #063 | B-08-238-37E | B                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #064 | F-05-238-37E | F                  | I            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #065 | 4-04-238-37E | D                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #066 | L-05-238-37E | L                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #067 | J-05-238-37E | J                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #068 | J-05-238-37E | J                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #069 | I-32-238-37E | I                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #070 | G-05-238-37E | G                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #071 | K-05-238-37E | K                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #072 | 2-05-238-37E | B                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #073 | C-08-238-37E | C                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |
| SKELLY PENROSE B UNIT #074 | B-08-238-37E | B                  | O            | 37240      | LANGLIE MATTIX;7 RVR-S-Q-GRAYBURG | 07-2001  |                               |                                              |

155,000