

*CCA - Hobbs*

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No. 1004-0135  
Expires November 30, 2000

**SUNDRY NOTICES AND REPORTS ON WELLS**

*Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.*

5. Lease Serial No.  
**NMLC064118**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA Agreement, Name and/or No.

8. Well Name and No.  
**E C Hill B Fed #2**

9. API Well No.  
**30-025-10946**

10. Field and Pool, or Exploratory Area  
**Teague Paddock-Blinebry**

11. County or Parish, State  
**Lea  
NM**

**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well  
 Oil Well  Gas Well  Other

2. Name of Operator  
**Saga Petroleum LLC**

3a. Address  
**415 West Wall, Suite 1900, Midland, TX 79701**

3b. Phone No. (include area code)  
**(915)684-4293**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
**1981' FNL & 810' FEL  
Sec. 34 (H) - T23S- R37E**

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/ Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Inc Extension</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Reference is made to BLM Hobbs Inspection Office - NonCompliance Number AJM-003-02

Pressure test ran early November 2001 failed

Have been unable to repair - respectfully request extension to February 1, 2002 to repair and run csg integrity test to retain TA status.

This well is a potential candidate for a future horizontal drlg program to develop the Paddock formation.

*\* within 30 days, repair well or submit plugging procedure.*

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)  
**Bonnie Husband**

Signature  
*Bonnie Husband*

Title  
**Production Analyst**

Date  
**12/20/2001**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by  
**ORIG SGD) JOE G. LARA**

Title  
**Petroleum Engineer**

Date  
**2/6/2002**

Office  
**CFO**

\* Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)

2001