

Submit 1 Copy To Appropriate District Office

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised July 18, 2013

SUNDRY NOTICES AND REPORTS ON WELLS (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.)		WELL API NO. 30-025-34477
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other SWD <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator SAHARA OPERATING COMPANY		6. State Oil & Gas Lease No.
3. Address of Operator P.O. BOX 4130, MIDLAND, TX 79704		7. Lease Name or Unit Agreement Name Monument "1" State
4. Well Location Unit Letter <u>J</u> : <u>2279</u> feet from the <u>SOUTH</u> line and <u>2276'</u> feet from the <u>EAST</u> line Section <u>1</u> Township <u>19-S</u> Range <u>32-E</u> NMPM LEA County		8. Well Number 26
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3734' GL		9. OGRID Number 20077
		10. Pool name or Wildcat MONUMENT ABO, NORTH

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input checked="" type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Commence work to convert to active SWD. Per SWD-1512 will set cement on plug at 7,253, set new plug @ 6250' and top w/cement. Perf below 5812-6050' and swab test for oil shows. Will notify NMOCD of swab results. If no show, will perf below 5410'-5622', acidize, and run lined injection tubing to place on disposal service.

Intend to commence work on 03-07-2016

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE President DATE 3-4-2016

Type or print name Robert McAlpine E-mail address: Rob@saharaoper.com PHONE: 432-697-0967

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE 03/07/16

Conditions of Approval (if any):

CAN NOT INJECT UNTIL MIT TEST IS COMPLETED

MAR 08 2016