Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

OCD Artesia

FORM APPROVED OMB No 1004-0137 Expires October 31, 2014

5. Lease Serial No. NM114356

| 01111001/4 | | | | | | |
|--|--|--------------------------------------|-------------------------------------|---|--|--|
| Do not use this t | IOTICES AND REPO form for proposals to Use Form 3160-3 (AF | drill or to re-enter a | | ee or Tribe Name | | |
| SUBMIT IN TRIPLICATE – Other instructions on page 2. | | | | 7. If Unit of CA/Agreement, Name and/or No. | | |
| 1. Type of Well | | | 35251 | | | |
| ✓ Oil Well Gas Well Other | | | | 8. Well Name and No. Sandy Federal 001 | | |
| Name of Operator Strata Production Company | | | 9 API Well No 30-015-21126 | | | |
| 3a. Address | | Bb Phone No (include area | · | or Exploratory Area | | |
| P O Box 1030, Roswell, NM 88201-1030 | | 575-622-1127 | Forty Niner Ridg | | | |
| 4 Location of Well (Footage, Sec., T., 1979' FNL & 660' FWL, \$24-T23S-R30E | R.,M , or Survey Description) | | 11 County or Pari Eddy County, N | | | |
| | CK THE APPROPRIATE BOX | ((ES) TO INDICATE NATU | RE OF NOTICE, REPORT OR O | THER DATA | | |
| TYPE OF SUBMISSION | | | TYPE OF ACTION | | | |
| | Acidize | Deepen | Production (Start/Resum | e) Water Shut-Off | | |
| Notice of Intent | Alter Casing | Fracture Treat | Reclamation | Well Integrity | | |
| Subsequent Report | Casing Repair | New Construction | Recomplete | Other | | |
| Subsequent Report | Change Plans | Plug and Abandon | Temporarily Abandon | | | |
| Final Abandonment Notice | Convert to Injection | Plug Back | Water Disposal | | | |
| Attachment: Accepted for received NMOCD | AL | CEIVED IG 14 2012 CD ARTESIA | | EPTED FOR RECORD AUG 1 2 2012 Limino | | |
| | | | ВО | EAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE | | |
| 14 I hereby certify that the foregoing is t | rue and correct. Name (Printed. | (Typed) | | | | |
| Jennifer Zapata | | Title Produ | ction Analyst | | | |
| Signature Al M. M. A. | wohat | Date 07/18 | /2012 | | | |
| | THIS SPACE F | OR FEDERAL OR S | STATE OFFICE USE | | | |
| Approved by | | | | | | |
| | | Title | | Date | | |
| Conditions of approval, if any, are attached that the applicant holds legal or equitable to entitle the applicant to conduct operations. | atle to those rights in the subject | not warrant or certify | | | | |

Title 18 U S C Section 1001 and Title 43 U.S C. Section 1212, make 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

Junitar D Series France
file
Souly D 1.16.12

Dring Rp 15.

Strata Production Sandy #1 Forty Niner Ridge, Eddy County NM Sec 24, T 23S, R30E API# 30-015-21126

| Company: Strata Production | | |
|----------------------------|---------------------------------|--|
| Well: | Sandy #1 | |
| Date: | 1-16-2012 | |
| Service Co. | Cudd Energy Services (Hobbs NM) | |

| O W-11- | 20 | • |
|---|----|-----|
| Open Well: | 39 | DSI |
| - Paris 11 - 11 - 11 - 11 - 11 - 11 - 11 - 11 | | P |

| Delaware Perforations | | | <u> </u> | | | | | |
|--|----------|----------|--|--------|-----------|----------|-------------|------------|
| | 5,897' | 6,101' | | | | | | |
| 16/30 Ottawa | 10.1105 | Lbs | | | | | | |
| Proppant Laden Fluid: | 18,201 | gal | Load A | nnulus | with 87 b | arrles 4 | % KCL w | ater |
| Containing: | 49,107 | lbs | 24 Barrels to load hole | | | | | |
| Design Proppant Volume | 50,000 | lbs | Drop 8 - 7/8" Ballsealers after each stage | | | | | |
| Proppant in Wellbore | 49,107 | lbs | | | | | | |
| Range of Concentrations | .25-4.0 | ppg | | | | | | |
| | RAT | E | PRESS | URE | Stage | Sand | Cle | |
| | | | RESSECTION | | 84 | 188 | Volu | |
| Action to the Action of the Ac | | 1 CPM | Pari | | Ö | | Root | <u>gai</u> |
| Para Santa | 1016 | HIM | M | | | Ü | 2811 | |
| (Editory) in Colors of S | IUS | UAV | 100 | | 13.00 | 363 | A. J. | 641 |
| TOTAL STREET | X | DEM | 202 | | 3/5151 | Sir. | | 631 |
| Dionise Continue in the | 2014 | i ve svi | 3 (0) | 150 | | Ĭ | 2000 | 5/6 |
| 7.5% HCL acid | 20.8 | BPM | 2,315 | PSI | 0 | 0 | 1,012 | Gal |
| B Frac 25 Pad | 20.1 | BPM | 2,286 | PSI | 0 | 0 | 2,298 | Gal |
| Ramp Sand B Frac 25 | 20.3 | BPM | 3,079 | PSI | 13,994 | Lbs | 5,623 | Gal |
| Hold sand 4.0ppg | 19.3 | BPM | 3,218 | PSI | 4,628 | lbs | 1,050 | Gal |
| Drop 8 – 7/8" Ballsealers | 19.6 | BPM | 2,835 | PSI | 0 | 0 | 2,016 | gal |
| 7.52395 Calendia | ida | DIM | | | | ij | | |
| Bellenselfisk | Ž | EPM | 25.00 | | | Ū | 2/02/2 | |
| RampsandBritacas | 208 | ERM | 2/57.6 | ESI | 12.003 | | Sint | |
| 25#Abhread@elsanii | 2016 | EEM | 28.00 | PSI | Q | and a | 1.641 | |

| Avg. Rate: | 20.5 | bpm | Max Rate: | 21.4 | bpm |
|----------------|-------|-----|---------------|------|-----|
| Avg. Pressure: | 2,865 | psi | Max Pressure: | 3174 | psi |

| ISIP | 854 | psi | • |
|-----------------|-----|------|---|
| Load to Recover | 975 | Bbls | |
| 5 Minute | 732 | Psi | |
| 10 Minute | 698 | Psi | |

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|------------|--------------|-------|
| |) 65/I | l Dei |
| 15 Minute | 654 | Psi |
| 101.211140 | | |

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