Form 3160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR

Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue Artesia, NM 88210

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

Lease Serial No.

BUREAU OF LAND MANAGEMENT

NM 13410 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well ☐ Oil Well 🏻 Gas Well 🔲 Other Well Name and No. POTTS FEDERAL #3 Name of Operator Saga Petroleum LLC 9. API Well No. 30-015-32645 3b. Phone No. (include from code) (915)684-4298 3a. Address 415 W. Wall, Suite 1900, Midland, TX 79701 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1330' FSL & 660' FWL BURTON FLAT, MORROW 11. County or Parish, State Sec 13 (L) T20S, R27E Eddy NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/ Resume) ☐ Water Shut-Off ☐ Notice of Intent Fracture Treat ☐ Well Integrity Alter Casing Reclamation Other TD-Subsequent Report New Construction Casing Repair Recomplete Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection ☐ Plug Back 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.)

4-20-03 TD - 11,253' - RD & prep to move rotary rig out - Rig #142 released @ 6:00 AM 4-20-03 - Set 5-1/2" csg slips w/csg in full tension, cut off 5-1/2" csg & NU tbg head w/bonnet.

3 jts 5-1/2" 17# P110 8rd csg 129.72' - 227 jts 5-1/2" 17# N-80 8rd csg 976.70' (9,902.05') 1 jt 5-1/2" DV tool 2.18' (9, 904.23') 11 jts 5-1/2" 17# N-80 8rd csg 469.52' (10,373.75') 19 jts 5-1/2" 17# P-110 8rd csg 831.60' (11,205.35') 1 jt 5-1/2" Float collar 1.98' (11,207.33') 1 jt 5-1/2" 17# P-110 8rd Shoe Jt 43.97' (11,251.30') 1 jt 5-1/2" Guide Shoe 1.7' (11, 253.00') 261 jts total - w/length 11,257.37' -15 centralizers: 69', 198', 456', 2735', 2950', 9873', 9916', 10,260', 10,346', 10, 819', 10,905', 10,948', 11,033', 11,201', 11,229'. DV tool run on top of Jt #31. Cmt 1st stage w/225 sx Super H + Gilsonite, .5% Halad, .4% mix @ 13 ppg, yield 1.64 Cf/Sk. Cmt 2nd state w/1100 sx Class Interf + ½#/bbl flocele & .1% HR-7 mix @ 11.9 ppg, yield 2453 Cf/Sk & tail in w/100 sx Class H Neat mix @ 15.6 ppg, yield 1.18 Cf/sk. Good circ observed during all stages of cmt job, PD & cmt in place @ 9:45 PM 4-19-03.

Cont on back of form

ACCEPTED FOR RECORD

AUG 2 7 2003

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Ropping Husband

Production Analyst

AUG 2 7 2003

ALEXIS C. SWOBODA
PETROLEUM ENGINEER

Bonnie Husband Production Analyst

Signature Date

08/19/2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

