N.M Oil Cons. Division DEPARTMENT OF THE INTERIOR 311 S. 1st 9 8 FORM APPROVED Form 3160-5 Budget Bureau No. 1004-0135 (June 1990) BUREAU OF LAND MANAGEMENT Arts 4 NM 68210-283 Expires: March 31, 1993 5 Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Well 8. Well Name and No. Lotos "B" Federal 2 Name of Operator Sonat Exploration Co.-Midland
3. Address and Telephone No 30-015-26395 110 W. Louisiana, Ste. 500, Midland TX 79701 915/684-0400 10. Field and Pool, or Exploration Area

4 Location of Well (Footage, Sec., T., R., M., or Surve) Description)
1980' FSL 1980' FWL Section (0, T245, R31E

11. Country or Parish, State CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Change of Plans Abandonment Recompletion **New Construction** Plugging Back Non-Routine Fracturing Subsequent Report Conversion to Injection Final Abandonment Notice Dispose Water (Note Report results of multiple completion on Well Completion or Recompletion Report and Log form) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Previous Pool: Sand Dunes Lower Penn, South (Gas See attached 14. I hereby certify that the foregoing is true and correct PETROLEUM ENGINEEP

(ORIG. SGD.) LES BABYAK

Date