

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

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.
NMNM81599

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No.
2. Name of Operator Saber Oil & Gas Ventures, LLC		8. Well Name and No. Cochise #1 Fed No 2 & No 3
3a. Address 400 W Illinois, Suite 950 Midland TX 79701	3b. Phone No. (include area code) 432-685-0169/432-818-0407	9. API Well No. 30-025-31626 & 30-025-31627 <i>attached list</i>
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 915 FWL & 1650 FNL, Section 1-19S-32E 990 FNL & 990 FWL, Section 1-19S-32E		10. Field and Pool or Exploratory Area Buffalo (Yates)
		11. Country or Parish, State Lea County, New Mexico

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

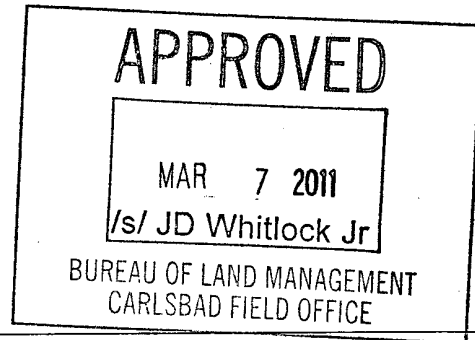
TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> 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 change of Operator
	<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 and 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

As required by 43 CFR 3100.05 A and 43 CFR 3162.3 we are notifying you of a change of operator on the above referenced lease. Saber Oil & Gas Ventures, LLC accepts all terms, conditions, stipulations and restrictions concerning the operations conducted on the lease effective 9/1/2008. Saber Oil & Gas Ventures, LLC meets Federal Bonding requirements as follows (43 CFR 3104). This is a name change only.

Bond Coverage: Statewide
Bond No: NM00555 *NM B000555*
Doc ID: B004593

SEE ATTACHED FOR
CONDITIONS OF APPROVAL



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

Signature *[Signature]* Date 10/14/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title **PETROLEUM ENGINEER** Date **MAR 15 2011**

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. Office *[Signature]*

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.

**BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

Conditions of Approval

Saber Oil and Gas Ventures, LLC

1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
2. All above ground structures and equipment on the lease shall be painted Shale Green (5Y 4/2). This is to be done within 90 days, if you have not already done so.
3. Submit for approval of water disposal method.
4. Submit updated facility diagrams as per Onshore Order #3
5. This agency shall be notified of any spill or discharge as required by NTL-3A.
6. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
7. Subject to like approval by NMOCD.

Associated Cases, Wells, and Facilities

Case Number
NMNM81599

Leases / Agreements Subject to this Permit/Report
Type
O&G Lease - Competitive - PD 1987

Status
HELD BY PRODUCTION-ACTUAL

API Number	Well Name	Wells Subject to this Permit/Report			Sec	Aliq	Next Well Test Date
		Well Number	Twp/Lat	Rge/Lon			
300253160400S2	COCHISE 1 FED	01	19S	32E	1	SWNW	ABD
300253162600S1	COCHISE 1 FED	02	19S	32E	1	SWNW	POW
300253162700S1	COCHISE 1 FED	03	19S	32E	1	NWNW	POW
300253162800X1	COCHISE 1 FED	04	19S	32E	1	NWSW	ABD

Facilities Subject to this Permit/Report					
Fac Name	Fac ID	Twp/Lat	Rge/Lon	Sec	Aliq

Document No.	Approvals for the First Selected Well or Facility Above		Appv. Dt.
	Approval Type		

*NM O&G Change operator
These wells*