Form 3160-5 (March 2012)

(Instructions on page 2)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

L& E Hobbs

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

5. Lease Serial No. NMNM010907A

6. If Indian, Allottee or Tribe Name

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.

7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. NM72364 1. Type of Well 8. Well Name and No. EMPIRE FEDERAL 35-1 Oil Well **✓** Gas Well Other 9. API Well No. 30-01523449-00-SI 2. Name of Operator SABRE OPERATING, INC. 3a. Address P.O. BOX 4848 WICHITA FALLS, TX 76308-0848 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area UNDESIGNATED 940-696-8077 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State EDDY, NEW MEXICO SECTION 35-T18S-R29E- NESW 12. CHECK THE 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 Alter Casing Fracture Treat Well Integrity Reclamation New Construction Casing Repair Recomplete Other ✓ Subsequent Report 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 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.) ACCEPTED FOR RECORD Below is the final subsequent plugging report for the Empire Federal 35-1. 3/4/14 spot 70 sacks H @ 9915' Tag @ 9190' 3/5/14 spot 25 sacks H @ 9190' Tag @ 8816' 3/7/14 cut casing @ 8000' not free - spot 50 sacks H @ 8050' tag @ 7961' 3/11/14 spot 50 sacks @ 7961' -3/12/14 perf @ 7054' - pump 45 sacks tag @ 6834' 3/13/14 cut and pull 4-1/2" casing @ 4100' 3/14/14 spot 55 sacks @ 4102 Tag @ 3900 3/14/14 spot 40 sacks @ 3254' tag @ 3216' BUREAU OF LAND MANAGEMENT 3/15/14 spot 75 sacks @ 3216'Tag @ 3070' CARLSBAD FIELD OFFICE 3/15/14 spot 35 sacks @ 1100 Tag @ 974' NMOCD ARTESIA 3/17/14 spot 94 sacks from 60' to surface Accepted as to plugging of the well bore. Mability under bond is retained and Surface restoration is completed. 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) reduction Superintendent Billy Rainwater Date Signature THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Title 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 Office entitle the applicant to conduct operations thereon. 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.