

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018

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.
NMNM114356

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

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		8. Well Name and No. SANDY FED #1
2. Name of Operator STRATA PRODUCTION COMPANY		9. API Well No. 30-015-21126
3a. Address PO BOX 1030 ROSWELL, NM 88202		10. Field and Pool or Exploratory Area FORTY NINER RID UNIT, DE
3b. Phone No. (include area code) Ph: 575-622-1127 Ext: 20 Fx: 575-623-3533		11. County or Parish, State EDDY COUNTY COUNTY, NM
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 24 T23S R30E 1980FNL 660FWL 32.293120 N Lat, 103.840782 W Lon		

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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"/> Hydraulic Fracturing	<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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" 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.

8/01/16 SQUEEZED PERFS 5897-6101 WITH 200 SACKS CLASS H TO 1500 PSI.

8/04/16 DRILLED OUT SQUEEZ AND TEST TO 500 PSI FOR 5 MINUTES WITH NO DROP.

8/05/16 DRILLED OUT CIBP AT 6430'

8/06/16 SET RETAINER AT 7207' AND SQUEEZE PERFS 7363-7694' WITH 100 SACKS CLASS H TO 1227 PSI.

8/08/16 SET RETAINER AT 6318' AND SQUEEZE PERFS 6456-6532' WITH 100 SACKS CLASS H TO 1200 PSI.

8/10/16 DRILL RETAINER AT 6318' AND CLEANED OUT TO 7207'.

NM OIL CONSERVATION
ARTESIA DISTRICT
AUG 01 2017
RECEIVED

Accepted for record **EM 8/1/17** Well NonCompliant

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #376984 verified by the BLM Well Information System
For STRATA PRODUCTION COMPANY, sent to the Carlsbad
Committed to AFMSS for processing by DEBORAH MCKINNEY on 05/23/2017 ()

Name (Printed/Typed) PAUL RAGSDALE	Title OPERATIONS MANAGER
Signature (Electronic Submission)	Date 05/23/2017

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____	Title TPET	Date 07/20/17
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	BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE

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.

(Instructions on page 2)

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #376984 that would not fit on the form

32. Additional remarks, continued

8/13/16 SET RETAINER AT 7174' AND SQUEEZE PERFS WITH 150 SACKS CLASS H TO 1400 PSI.

8/15/16 DRILL RETAINER AT 7174' AND CLEAN OUT TO 7612'. PRESSURE TEST CASING TO 500 PSI.

8/16/16 LAY DOWN WORK STRING. SHUT WELL AND MOVE OFF REVERSE RIG.

TEMPORARILY ABANDON UNTIL THE PROPOSED RE-ENTRY TO DRILL A HORIZONTAL LATERAL IN THE LOWER BRUSHY CANYON IS COMMENCED.

07/20/2017 The ES #376984 report lacks necessary information. Well preparation and justification does not warrant TA Status. Notice of Intent dated 06/28/16 (ES#343334) expired 12/01/16, 90days after approval. Last month of continuous production reported 11/2015. The wellbore not permanently plugged from the 14857TD to PBTD. Well is in noncompliant Shut-In Status. ~~See attached for sundry report guidance.~~

A handwritten signature in black ink, appearing to read "P. R. Swartz". The signature is written in a cursive, flowing style with a large, sweeping initial "P".

Operator: Strata Production Company
 Surface Lease: NM114356 BHL: NM114356
 Case No: NM114356 Lease Agreement
 Subsurface Concerns for Casing Designs:

Well Status: OSI
 Spud date: 3/29/1974
 Plug'd Date:
 Reentry Date:

Well: SANDY FEDERAL-1
 API: 3001521126
 @ Srfce: T23S-R30E,24.1979n660w
 @ M TD: T23S-R30E,24.1979n660w
 Estate: FIF

KB: 3290
 GL: 3267
 Corr: 23
 CWDW, R of W:
 OCD Admn Order, date:
 Frmnt, Depths, psig:

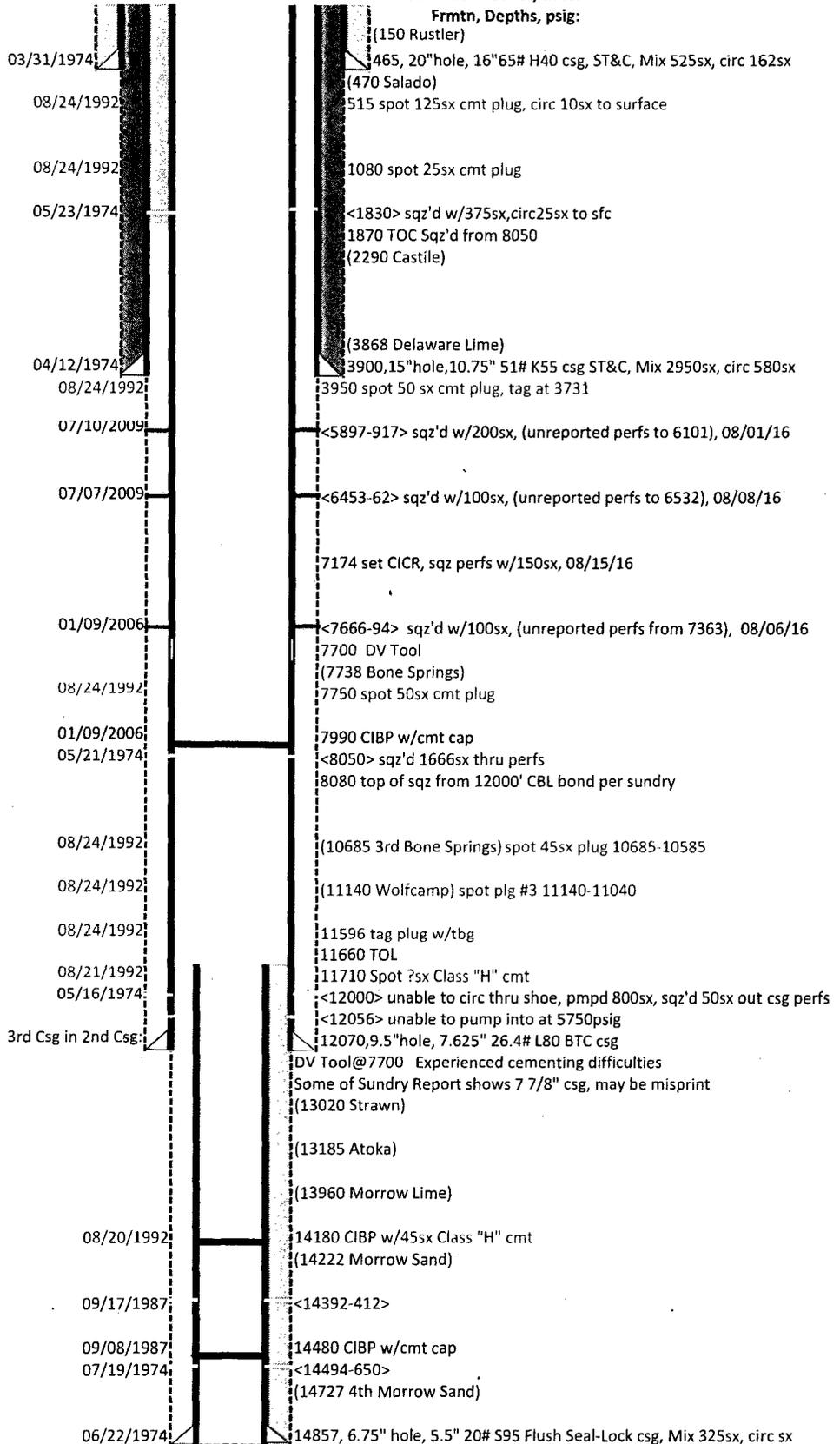


Diagram last updated: 07/20/2017