

HOBBS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBS OCD

MAY 09 2012

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.

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other SWD		7. If Unit of CA/Agreement, Name and/or No. Sapphire Federal Unit
2. Name of Operator Legacy Reserves Operating LP		8. Well Name and No. Sapphire Federal Unit #1
3a. Address P.O. Box 10848 Midland, TX 79702	3b. Phone No (include area code) 432-689-5200	9. API Well No. 30-025-31491
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1600' FSL & 1750' FEL, Unit Letter J, Sec 23, T19S, R33E		10. Field and Pool or Exploratory Area SWD; Queen
		11. Country or Parish, State Lea County, NM

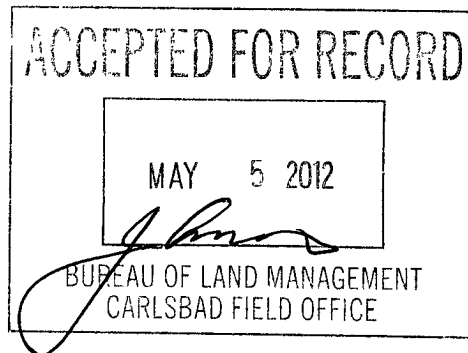
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

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 checked="" 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 Pull injection packer, replace & run MIT
	<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 recompleat 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 recompleat 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.)

March 19-24, 2012 MIRU, release inj packer, RU scan truck to scan tbg out of hole, POOH w/pkr and tbg, PU new arrowset PKR w/T2 on off tool with a 2.25 F profile. Started in hole and had problems with test truck, SDON. RU testers and RIH w/pkr and tbg while testing to 6000psi, set PKR @ 4236' w/136 jts, J-off of on off tool, circ 90 bbls of pkr fluid down casing, latch back on to on off tool.

March 26, 2012 BLM, Paul Swartz witnessed MIT, signed and approved chart. See chart attached.



14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Berry Johnson		Title Operations SuperIntendant
Signature <i>Berry Johnson</i>		Date 04/02/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
	Office	

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 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)

MAY 10 2012

