

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED
OMB No 1064-0135
Expires November 30, 2000

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

HOBBS OCD

SEP 25 2012

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

RECEIVED

| | | | |
|----|--|----|--|
| 1 | Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other DRY HOLE | 5 | Lease Serial No NM LC-061936-A |
| 2 | Name of Operator Sahara Operating Company | 6 | If Indian, Allottee or Tribe Name |
| 3a | Address P O Box 4130, Midland, TX 79704 | 7 | If Unit or CA/Agreement, Name and/or No |
| 3b | Phone No (include area code) 915/697-0967 | 8 | Well Name and No Ray Federal "9" #1 |
| 4 | Location of Well (Footage, Sec, T, R, M, or Survey Description) Unit Letter B, 983' FNL & 1896' FWL, Section 9, T-25-S, R-32-E | 9 | API Well No 30-025-35206 |
| | | 10 | Field and Pool, or Exploratory Area Paduca Delaware |
| | | 11 | County or Parish, State Lea county, N.M. |

12 CHECK 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 Treatment | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input checked="" 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 checked="" 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 recompletable 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 shall be file within 30 days following completion of the involved operations. If the operation results in a mutiple completion or recompleton in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

8-15-12 BLM completed field examination of well. All Final Abandonment Requirements met.

FINAL REPORT

| | | |
|---|-----------------|--------------------|
| 14 I hereby certify that the foregoing is true and correct | | |
| Name (Printed/Typed) | Robert McAlpine | |
| Signature | Title | President |
| | Date | September 10, 2012 |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | |
| Approved by | Title | Date |
| James G. Arns | SEAS | 9-16-12 |
| 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 | |
| | CFD | |

Title 18 U.S.C. Section 1001 and Title 45 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