

District I
1625 N. French Dr., Hobbs, NM 88240

Energy, Minerals and Natural Resources

Revised March 25, 1999

District II
1301 W. Grand Ave., Artesia, NM 88210

OIL CONSERVATION DIVISION

District III
1000 Rio Brazos Rd., Aztec, NM 87410

1220 South St. Francis Dr.

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Santa Fe, NM 87505

WELL API NO. 30-025-08194
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-5009
7. Lease Name or Unit Agreement Name: Cotton Draw Unit <input checked="" type="checkbox"/>
7. Well No. 3 <input checked="" type="checkbox"/>
9. Pool name or Wildcat Paduca Delaware

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
Oil Well Gas Well Other: Injector

2. Name of Operator
SAHARA OPERATING COMPANY

3. Address of Operator
P.O. BOX 4130, Midland, TX 79704

4. Well Location
Unit Letter H : 1980 feet from the North line and 660 feet from the East line
Section 16 Township 25-S Range 32-E NMPM County Lea

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
3435' GR

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- OTHER:
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPLETION

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING TEST AND CEMENT JOB
- OTHER: Resume Active INjection
- ALTERING CASING
- PLUG AND ABANDONMENT

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

Repaired surface injection line

Resumed active injection status on 11-16-2016. Injecting 400 BWPD @ 800 PSI

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE President DATE 11-18-2016

Type or print name Robert McAlpine rob@saharaoper.com Telephone No. 432-697-0967

(This space for State use)

APPROVED BY [Signature] TITLE Petroleum Engineer DATE 11/26/16

Conditions of approval, if any: