

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0135
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

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

5. Lease Serial No.
LC-068777

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
North El Mar Unit
nm 70994X *DM*

8. Well Name and No
North El Mar Unit #46

9. API Well No
30 025 08311

10. Field and Pool, or Exploratory Area
El Mar (Delaware)

11. County or Parish, State
Lea County, N.M.

1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Sahara Operating Company

3a. Address
P.O. Box 4130, Midland, TX 79704

3b. Phone No. (include area code)
432/697-0967

4. Location of Well (Footage, Sec., T, R, M., or Survey Description)
**660' FNL & 1650' FEL, Sec 35, T26S, R32E, NMPM
Unit Letter "B"**

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 checked="" 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 Treatment	<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 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 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.)

The following work has been completed -

2-26-07 MIRU, NU BOP, test casing to 500#/30 min OK. LD 140 joint PC tbg
2-27-07 RU sandline drill, knocked out CIBP @ 4485, CO pushed plug to 4572'
2-28-07 Started running tbg.
3-01-07 Fin rng 144 jts tbg. Ran new pmp on 125-3/4" and 54-7/8" rods. Space out well, SI WO
Pmpjack and elect.
5-23-07 Fin setting pumpjack and hooking up electric. Started well pumping.

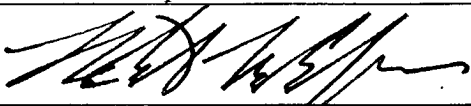
Please submit production amounts

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

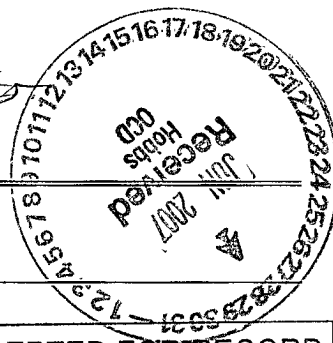
Robert McAlpine

Title **President**

Signature



Date **5/24/2007**



ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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

Office

JUN 26 2007
Date

WESLEY W. INGRAM
PETROLEUM ENGINEER

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.

GWV