

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

HOBBBS

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.	NM LE-02791 A
6. If Indian, Allottee or Tribe Name	
7. If Unit or CA/Agreement, Name and/or No.	North El Mar Unit NM 70994X
8. Well Name and No.	North El Mar Unit #18
9. API Well No.	30 025 08434
10. Field and Pool, or Exploratory Area	El Mar (Delaware)
11. County or Parish, State	Lea County, N.M.

1. Type of Well	<input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other I
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)	1880' FNL & 1650' FWL, Sec 30, T26S, R33E, NMPM Unit Letter "F"

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 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 checked="" type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input checked="" 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 shall 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 3160-5 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.)

Work has been performed on this well as follows:

- 5-11-07 Locate hole in casing @ 482'
 - 5-14-07 Cmt hole in casing with 100 sx, circ out bradenhead
 - 5-15/16-07 Drill out cement, test squeeze, leaked off
 - 5-17-07 Locate hole in casing @ 515'
 - 5-18-07 Squeeze with 10 sx by spot and squeeze.
 - 5-21-07 Drill out cement, test squeeze, leaked 600 to 450# in 10 min.
 - 5-22/23-07 Locate leak @ 515', re-squeeze w/9 sx microcement by spot & squeeze
 - 5-24-07 Drill out, test to 550#, 30 min OK. Return to TA
- Well is scheduled for OCD bradenhead test on 6-13-2007

Submit MIT chart
within 30 days (7/27/07)
TA status will then
be approved,

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

Robert McAlpine

Title President

Signature

Date 05-24-2007

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

JUN 27 2007

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

WESLEY W. INGRAM
PETROLEUM ENGINEER