

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-HOBBS

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

1. Type of Well
☐ Oil Well ☐ Gas Well ☒ Other Service (Injection)

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)
330' FSL & 330' FWL, Sec 19, T26S, R33E, NMPM

5. Lease Serial No.
LC-065880 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 #3

9. API Well No.
30 025 08420

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

Status update on well.

Well continues to be TA, held for future use in CO2 project.

Repaired road to well. Expect to move on well in next 2 weeks for testing and repair.

Well is scheduled for NMOCD Mechanical Integrity Test on 6-13-2007, will send copy of result to BLM

chart within 30 days

Wellbore as follows: 5-1/2" casing @ 4702'
Openhole 4702-4710'
CIBP @ 4650'

APPROVED FOR 1 MONTH PERIOD

ENDING 8/5/2007

**SUBJECT TO LIKE
APPROVAL BY STATE**

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) Robert McAlpine Title President

Signature *[Signature]* Date 5/21/2007

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 _____

APPROVED

JUL 7 2007

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.

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