

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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Serial No LC-062749A^B
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. Thompson 19 Federal
3b Phone No (include area code) 432/697-0967	8 Well Name and No. Thompson 19 Federal #3
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FNL & 660' FWL, Sec 19, T26S, R32E, NMPM Unit Letter "D"	9 API Well No 30 025 08267
	10 Field and Pool, or Exploratory Area North Mason (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 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 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 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 3160-4 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:

- 5-9-08 MIRU, POH w/rods, NU BOP, POH w/tbg.
- 5-12-08 PU pkr, RU tbg tester, test in hole, set pkr and test casing to 500# f/30 mins, OK. POH LD pkr.
- 5-13-08 Ran production string in hole. Ran rods and pmp. Clamped off and
- 5-19-08 Set pumpjack.
- 5-24-08 Fin electric hookup. Started well pumping.

Well Returned to Active Producing Status 5-24-2008

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JUN 10 2008

HOBBS OCD

14 I hereby certify that the foregoing is true and correct

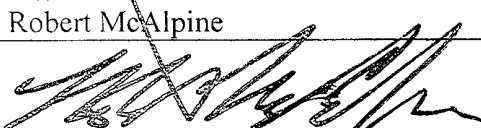
Name (Printed/Typed)

Robert McAlpine

Title

President

Signature



Date

05/27/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved by

Title

Date

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

JUN 8 2008

J. Amos

Title 5 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.

**BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE**

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources

Form C-104
Revised Feb. 26, 2007

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

¹ Operator name and Address Sahara Operating Company P.O. Box 4130, Midland, TX 79704		² OGRID Number 020077
		³ Reason for Filing Code/ Effective Date Reactivated well effective 05-24-2008
⁴ API Number 30 - 025-08267	⁵ Pool Name Mason, North (Delaware)	⁶ Pool Code 44859
⁷ Property Code 19493	⁸ Property Name Thompson 19 Federal	⁹ Well Number 3

II. ¹⁰ Surface Location

¹⁰ U/L or lot no. D	¹¹ Section 19	¹² Township 26S	¹³ Range 32E	¹⁴ Lot Idn	¹⁵ Feet from the 660	¹⁶ North/South Line North	¹⁷ Feet from the 660	¹⁸ East/West line West	¹⁹ County Lea
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¹¹ Bottom Hole Location

²⁰ U/L or lot no.	²¹ Section	²² Township	²³ Range	²⁴ Lot Idn	²⁵ Feet from the	²⁶ North/South line	²⁷ Feet from the	²⁸ East/West line	²⁹ County
³⁰ Use Code F	³¹ Producing Method Code P	³² Gas Connection Date	³³ C-129 Permit Number	³⁴ C-129 Effective Date	³⁵ C-129 Expiration Date				

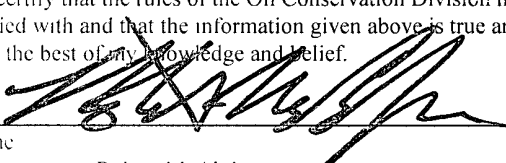
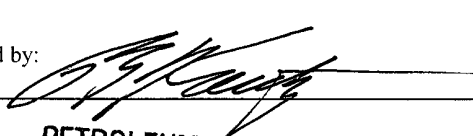
III. Oil and Gas Transporters

³⁶ Transporter OGRID	³⁷ Transporter Name and Address	³⁸ O/G/W
037480	Plains Marketing, L.P. 500 DALLAS, STE 700, Houston, TX 77210	O
036785	DCP Midstream 370 17 th Street, Ste. 2500 Denver, Colorado 80202	G
<div>RECEIVED</div> <div>MAY 29 2008</div> <div>HOBBS OCD</div>		

IV. Well Completion Data

³⁹ Spud Date Sept, 1956	⁴⁰ Ready Date	⁴¹ TD 4336'	⁴² PBTD 4336'	⁴³ Perforations 4319-4336'(OH)	⁴⁴ DHC, MC
⁴⁵ Hole Size	⁴⁶ Casing & Tubing Size	⁴⁷ Depth Set	⁴⁸ Sacks Cement		
	2-3/8" EUE 8RD	4278'			

V. Well Test Data

⁴⁹ Date New Oil	⁵⁰ Gas Delivery Date	⁵¹ Test Date 5-26-2008	⁵² Test Length 24 hrs	⁵³ Tbg. Pressure 25	⁵⁴ Csg. Pressure 25
⁵⁵ Choke Size	⁵⁶ Oil 2	⁵⁷ Water 16	⁵⁸ Gas 3		⁵⁹ Test Method P
⁶⁰ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature 			OIL CONSERVATION DIVISION		
Printed name Robert McAlpine			Approved by: 		
Title President			Title: PETROLEUM ENGINEER		
E-mail Address SaharaRM@SBCglobal.net			Approval Date: JUN 16 2008		
Date 5-27-2008		Phone 432-697-0967			