

RECEIVED
Form 3160-3
(August 1999)

AUG 12 2008

HOBBBS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

non-HOBBBS

FORM APPROVED
OMB No 1004-0135
Expires November 30, 2000

| | | |
|----|--|--------------------------------|
| 5 | Lease Serial No | LC-069515 |
| 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 #16 |
| 9 | API Well No | 30 025 08281 |
| 10 | Field and Pool, or Exploratory Area | El Mar (Delaware) |
| 11 | County or Parish, State | Lea County, N.M. |

SUBMIT IN TRIPLICATE - Other Instructions on reverse side

| | |
|----|---|
| 1 | Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <i>WIA</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) 1980' FNL & 660' FEL, Sec 25, T26S, R32E, NMPM Unit Letter "H" |

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 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 recomple 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 recomple 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.)

Request extension of Temporarily Abandoned status. We wish to preserve this wellbore for future enhanced oil recovery operations. Justification attached
Well passed pressure test on 11-20-2006, witnessed by Andy Cortez of the BLM

After 11-9-08 the well must be online or plans to P & A must be submitted.

ACCEPTED FOR RECORD

AUG 9 2008
/s/ JD Whitlock Jr

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Wellbore is as follows: Casing: 4-1/2" @ 4697'
Perfs: 4654'-4686'
CIBP: @ 4593'

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

Robert McAlpine

Title President

Signature

[Signature]

Date 6/20/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by
Conditions of ap
the applicant hol
applicant to cond
FAILURE TO SUBMIT QUARTERLY
STATUS UPDATE IN JULY AS
REQUESTED BY WESLEY INGRAM
PETROLEUM ENGINEER BLM

[Signature]
I or certify that
could entitle the

Title

Date

Title 18 U.S.C. :
false, fictitious or

any person knowingly and willfully to make to any department or agency of the United States any
misinformation