

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB NO. 1004-0135
Expires July 31, 2010**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.**

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|--|--|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMLC029431 |
| 2. Name of Operator CBS OPERATING CORPORATION | | 6. If Indian, Allottee or Tribe Name |
| Contact: PEGGY REDMAN E-Mail: peg1was@aol.com | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3a. Address MIDLAND, TX 79702 | 3b. Phone No (include area code) Ph: 432-685-0878 Fx: 432-685-1945 | 8. Well Name and No. NORTH SQUARE LAKE UNIT 38 |
| 4. Location of Well (Footage, Sec., T, R., M, or Survey Description) Sec 30 T16S R31E SWNE 1345FNL 1345FEL | | 9. API Well No. 30-015-04937-00-S1 |
| | | 10. Field and Pool, or Exploratory SQUARE LAKE |
| | | 11. County or Parish, and State EDDY COUNTY, NM |

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 Treat | <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 checked="" 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 filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat 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.)

1-16-2012 MIRU Pluggers-RIH w/ gage ring ;POH-RIH w/ CIBP;stopped @ 2240'
POH w/ CIBP SDFN

1-17-2012 RIH w/ bit to 3026'-POH-RIH w/ CIBP and set @ 3026' - POH-RIH
tag CIBP - SDFN

1-18-2012 circ hole w/ plugging mud-spot 25 sx Class C plug @ 3026'-POH
RIH-perf @ 1640'- SDFN

1-19-2012 RIH w/ pkr to 1354'-test to 1500# held-RIH to 1697'-spot 25 sx
Class C plug-POH-WOC-RIH and tag plug @ 1450'-POH-RIH perf @ 600'

Accepted as to plugging of the well bore.
Liability under bond is retained until
Surface restoration is completed.

**RECLAMATION
DUE 2-18-12**

| | |
|--|-----------------|
| 14. I hereby certify that the foregoing is true and correct | |
| Electronic Submission #128923 verified by the BLM Well Information System For CBS OPERATING CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by JAMES (JIM) HUGHES on 01/24/2012 (10DLM0862S) | |
| Name (Printed/Typed) MANNY SIRGO III | Title ENGINEER |
| Signature (Electronic Submission) | Date 01/23/2012 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------------------------------------|-----------------|
| Approved By ACCEPTED | JAMES A AMOS Title SUPERVISOR EPS | Date 01/30/2012 |
| 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 Carlsbad |

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.

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

2/2/2012

Accepted for record
NMOCD