

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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. NMNM71560
2. Name of Operator Snow Oil & Gas Inc		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 1277 Andrews, Texas 79714	3b. Phone No. (include area code) 432-524-2371	7. If Unit or CA/Agreement, Name and/or No
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 1980' FEL of Section 1, T25S, R25E		8. Well Name and No. W.C. Federal #1
		9. API Well No. 30-015-21023
		10. Field and Pool, or Exploratory Area
		11. County or Parish, 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 checked="" 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 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.)

Snow Oil & Gas Inc will P/A on or before August 29, 2011. Please see attached plugging and abandonment requirements as set forth in April 27, 2011 Incident of Non-Compliance.

Note: The \$250.00 Assessment for failure to comply is still in effect. Failure to comply by 8-29-11 will result in Civil Penalties.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Joe Lindemood		Title Agent. Snow Oil & Gas Inc
Signature <i>Joe Lindemood</i>		Date 05/25/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>James R. Davis</i>	Title SEAS	Date 6-11-11
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 CFO	

Title 18 USC Section 1001 and Title 43 USC 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

(Instructions on page 2)

6/16/2011

Accepted for record
NMOCD

Snow Oil and Gas, Inc.
NM-71560: W.C. Federal #1
API: 30-015-21023
Eddy County, New Mexico

RE: Plugging and Abandonment Requirements, Conditions of Approval

The following plugging procedure is to be followed instead of the submitted procedure:

1. Drill out plugs past the plug set at 5650'. Tag previously set plug at 8550' or shallower.
2. Set a 190' plug (25 sx minimum) at 8323'-8133'. WOC and tag at 8133' or shallower. (Wolfcamp)
3. Set a 160' plug (25 sx minimum) at 5450'-5290'. WOC and tag at 5290' or shallower. (Bone Springs)
4. Set a 213' plug (25 sx minimum) at 5090'-4877'. WOC and tag at 4877' or shallower. (Stub – Casing Shoe)
5. A plug must be set to protect/cover the perms. Use one of the following options:
 - a. Pump a plug from 3718'-3269'. WOC and tag at 3269' or shallower.
 - b. Set a CIBP fat 3269' with 35' of cement if dump bailed or 25sx if pumped.
6. Establish a free point in the 5-1/2" casing. If it is at or below 1650', cut and pull casing then set a plug from 1700'(or 50' below cut, whichever is deeper) to 1500' (25 sx minimum). WOC and tag at 1500' or shallower.
If free point is above 1650', set plug from 1700'-1500' (25 sx minimum). WOC and tag at 1500' or shallower. Cut and pull casing on top of plug (approx 1500') and spot 25 sx on top of that. (Shoe – Delaware – Stub- Base of salt)
7. Spot plug from 390'-200' (25 sx minimum). WOC and tag at 200' or shallower. (Shoe – TOS)
8. Spot plug from 60' to surface. Cut wellhead and verify that cement is to surface in all annuluses.
9. Submit a subsequent report to the BLM.

See attached standard COAs.

DHW 111709