

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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.***RECEIVED**
GCD Artesia
JAN 30 2012
NMOCD ARTESIA**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1 Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other: INJECTION		5. Lease Serial No. NMNM074937
2 Name of Operator CBS OPERATING CORPORATION Contact: PEGGY REDMAN E-Mail: peg1was@aol.com		6. If Indian, Allottee or Tribe Name
3a. Address MIDLAND, TX 79702	3b. Phone No. (include area code) Ph: 432-685-0878 Fx: 432-685-1945	7. If Unit or CA/Agreement, Name and/or No
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 3 T17S R30E NWSE 1980FSL 1980FEL		8. Well Name and No FEDERAL KK 3
		9. API Well No. 30-015-04066-00-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 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.)

Permanent 50 sack Class C cement plug set from 2531' to 2811' on 12-22-2011 to cover perfs from 2792' to 2990', and liner top at 2781' as per BLM approval by Mr. Wesley Ingram. Tag witnessed by Mr. Terry Wilson.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

MIRU pluggers to complete Plug & Abandonment

**RECLAMATION PROCEDURE
ATTACHED**

Perf, test & Tag -35 sx Class C cement plug across base of salt estimated to be at 1200 ft.

Perf @ 1250.54. Tag @ 1150

** Ground Level Dry Hole Marker.*

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #128574 verified by the BLM Well Information System For CBS OPERATING CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 01/19/2012 (12KMS0800SE)	
Name (Printed/Typed) MANNY SIRGO III	Title ENGINEER
Signature (Electronic Submission)	Date 01/18/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <i>James A. Davis</i>	Title <i>SEPS</i>	Date <i>1-25-12</i>
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 <i>CFD</i>

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 ****Accepted for record
NMOCD*AT 1/31/2012*

Additional data for EC transaction #128574 that would not fit on the form

32. Additional remarks, continued

Perf, test & tag-30 sx Class C cement plug across top of salt (530') and surface shoe at 570 ft.

Perf @ 620, SQ, Tag @ 480'

perf & test-15 sx Class C cement plug from 60 ft. back to surface

cut off wellhead and install ground level dry hole marker

reclaim location

At cut-off verify cmt to surface behind all casings. Remedial cmt will be required where no cement. See COA's.