

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

JAN 26 2010

FORM 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.

5. Lease Serial No.

NM-8269 12335

6. Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

Nacogdoches Oil & Gas Inc.

3a. Address

PO Box 632418, Nacogdoches TX. 75963

3b. Phone No. (include area code)

936-560-4747

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1280' FNL & 1280' FWL
Section 12 17N 9W

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

South Hospah #37X

9. API Well No.

30-031-20135

10. Field and Pool, or Exploratory Area

South Hospah lower

11. County or Parish, State

McKinley

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 <u>Drill Laterals</u> |
| | <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 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.)

NOG plans to re-enter the South Hospah #37X and drill (5) 90 degree 600' Laterals at 360 degree, 90 degree, 120 degree, 195 degree, 270 degree into the lower Hospah Sand @ 1550'.

Approved for high pressure water
perforation and directional
completion

This is not a drilling operation

RCVD FEB 2 '10

OIL CONS. DIV.
DIST. 3

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Mike Allen

Title VPE&P

Signature

Date

01/26/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Original Signed: Stephen Mason

Title

Date

FEB 01 2010

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

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.

(Instructions on page 2)

NMOC D

South Hospah #31

Wellbore location: 330' FNL & 2800' FEL
110 Deg @600'=535' FNL 2236' FEL
125 Deg @600'=674' FNL 2309' FEL
180 Deg @600'=1129' FNL 2266' FWL
270 Deg @600'=930' FNL 1570' FWL

South Hospah #47

Wellbore location: 785' FNL & 1775' FWL
45 Deg @600'=361' FNL 2199' FWL
100 Deg @600'=889' FNL 2366' FWL
125 Deg @600'=1129' FNL 2266' FWL
200 Deg @600'=1349' FNL 1570' FWL
240 Deg @600'=1085' FNL 1256' FWL

South Hospah #37X

Wellbore location: 1280' FNL & 1280' FWL
360' deg @600'=380' FNL, 1280' FWL
90 Deg @600'=1280' FNL 1880' FWL
120 Deg @600'=1580' FNL 1799' FWL
195 Deg @600'=1860' FNL 1125' FWL
270 Deg @600'=1280' FNL 680' FWL

1

6

Santa Fe Railroad A

17N

8269

17N

South Hospah Field

8270