

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No 1004-0137
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.

5 Lease Serial No
NMNM 0354232
6 If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2 Name of Operator
Snow Oil & Gas Inc

3a Address
P O BOX 1277 Andrews, TX 79714

3b Phone No (include area code)
432-524-2371

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)
1940' FNL & 2020' FWL
Section 28, T21S-R27E

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

8 Well Name and No.
Elizondo A Fed 2

9 API Well No
30-015-31978

10 Field and Pool or Exploratory Area
ESPERANZA (DELAWARE)

11 Country or Parish, State
Eddy County, New Mexico

12 CHECK THE 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 type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon		
	<input type="checkbox"/> Convert to Injection	<input checked="" 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Set cmt ret @ 3528' and sqz zone 1 perfs @ 3688'-3693' (set #1) and zone 2 perfs @ 3548'-3558' (set #2) with 50 sx of class-c cmt.
Allow cmt to set.
Frac and test perfs @ 3492'-3502'.
Rig scheduled to move in on Wednesday 4-25-12

RECEIVED

MAY 22 2012

NMOCD ARTESIA

Accepted for record
NMOCD

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

TS
5/22/2012

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

Title Agent

Signature

Date 04/23/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

APPROVED

APR 24 2012

Date

WESLEY W. INGRAM
PETROLEUM ENGINEER

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.

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)

**Elizondo A Fed 2
30-015-31978
Snow Oil & Gas Inc.
April 24, 2012
Conditions of Approval**

Request to set cement retainer and squeeze perforations does not relieve operator of responsibility of submitting a plug and abandonment procedure by April 30, 2012. The operator will be allowed to test the well until May 15, 2012 to determine if it can produce in paying quantities. A 72 hour independent well test, performed by a BLM approved tester, is required for the paying quantities determination. Operator shall notify BLM at 575-361-2822 for witness of well test.

- 1. Contact BLM at 575-361-2822 a minimum of 24 hours prior to commencing work.**
- 2. Surface disturbance beyond the originally approved pad must have prior approval.**
- 3. Closed loop system required.**
- 4. Operator to have H2S monitoring equipment on location.**
- 5. A minimum of a 2,000 (2M) BOP to be used. All blowout preventer (BOP) and related equipment (BOPE) shall comply with reasonable well control requirements. A two ram system with a blind ram and a pipe ram designed for the size of the work string shall be adequate. Tapered work strings will require an additional pipe ram. The manifold shall comply with Onshore Oil and Gas Order #2 Attachment I (2M Diagrams of Choke Manifold Equipment). The accumulator system shall have an immediately available power source to close the rams and retain 200 psi above pre-charge. The pre-charge test shall follow requirements in Onshore Order #2.**
- 6. All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of work over operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area. Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.**
- 7. Approved to set retainer and squeeze perforations from 3548' – 3693'. Operator should recognize that all perforations may not be squeezed with this operation.**

WWI 042412