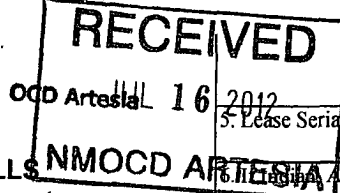


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

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.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

Walsh and Watts, Inc.

3a. Address 1111 Seventh Street
Wichita Falls, TX 76301-23923b. Phone No. (include area code)
(940) 723-2104

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

4620' FNL & 660' FEL; P 06 16S 31E Eddy County

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

North Square Lake Premier Unit
#011599

8. Well Name and No.

3

9. API Well No.

30-015-04811

10. Field and Pool or Exploratory Area

Square Lake-QN-GB-San Andres

11. Country or Parish, State
United States of America
New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☐ Other
	☐ Change Plans	☒ Plug and Abandon	☐ Temporarily Abandon	
	☐ Convert to Injection	☐ Plug Back	☐ 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 recomple 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 recomple 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.)

1. Fill hole from 351' to surface with cement.
2. Install surface marker.
3. Remove anchors and any contaminated soils around well.
4. Restore well pad.

Denied for the following Reason: last report on well to the BLM was 8-11-66. Need well documents to reflect current conditions (Sundry Notice 3160-5). Look at the possibilities of reaming over 4 1/2" & fishing out. down to top of 4 1/2" separation.

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

Alfred B. Guinn

Title Vice-President

Signature

Alfred B. Guinn

Date 04/24/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by:

DENIED

James R. Ginn

Title

SEAS

Date

7-11-12

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 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)

7/17/2012

Accepted for record
NMOC D

Tarpon

PIPE & SUPPLY CO.

Casing • Tubing • Line Pipe

7812 W. Bus. 20
Midland, TX 79706
432-683-8777
432-682-4947 FX

New API
New LTD Service
Used Inspected & Tested
Structural
Pipe Reclamation Services

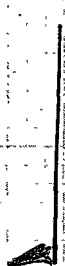
North Square Lake Premier Unit #3

Eddy Co., New Mexico

API # 30-015-04811

Pre - "P & A"

Elev. 4040' (D.F.)



7 5/8" at 200' w/ 120 SY (Cement circ.)
24 1/2" H2O

4 1/2" casing (tested at 280')
then new 4 1/2" with 5 1/2" (7") shoe &
thought pipe was aligned. cemented with
130 SY C to surface.

Drilled out to 351'. Getting red beds - Therefore
out of alignment with lower casing

RB Pe 3100' tested good

3233+43'

4 1/2" at 3351' 200 SY Lonestar log & 200 SY log with
40/6 gel. Circ. 21 SY Cement
(9.5' 1/2" 11.6 1/4")

Alan Peters - 432-638-3632
Jon Brickey - 432-413-8336
Randy Crook - 432-664-3953

www.tarponpipe.com

Royce Watkins - 432-638-8026
Dwayne Thomas - 432-967-2223
Lamar Thomas - 281-812-4427 (Houston)

WALSH AND WATTS, INC.

North Square Lake Premier Unit #3
P&A Procedure

Formation Tops

652'	Base of Red Beds. Top of Anhydrite & Salt
1748'	Yates
1991'	Seven Rivers
2530'	Queen
2920'	Grayburg
3225'	Premier Sand