

JUN 15 2009

RM

OCD Artesia

Form 3160-5
(August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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-106718

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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

1. Type of Well

Oil Well Gas Well Other

8. Well Name and No.
SOUTH TAYLOR 13 FEDERAL #5

2. Name of Operator
Nadel and Gussman HEYCO, LLC

9. API Well No.
30-015-37092

3a. Address
P O Box 1936
Roswell N M 88202

3b. Phone No. (include area code)
(575) 623-6601

10. Field and Pool or Exploratory Area
E SHUGART DELAWARE

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1697 FSL & 1600' FEL, SEC 13, T18S, R31E

11. Country or Parish, State
EDDY

12 CHECK THE 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 checked="" 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 checked="" 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 recomplate 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 recompletion 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.)

MOVE LOCATION FROM 1650' FSL & 1600' FEL TO 1697' FSL & 1600' FEL
CHANGE HOLE SIZE FROM 12 1/4" TO 11" SURFACE HOLE
CHANGE CASING FROM 9 5/8" 36# ST&C J-55 TO 8 5/8" 24# ST&C J-55

**UNORTHODOX
LOCATION**

Cement volumes in APD still in effect.

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

Keith Cannon

Title Drilling Superintendent

Signature

Date 06/09/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

APPROVED

JUN 11 2009

[Signature]
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)

WR

DISTRICT I
1685 N FRENCH DR., HOBBS, NM 88240

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-10:
Revised October 12, 200
Submit to Appropriate District Office
State Lease - 4 Copy
Fee Lease - 3 Copy

DISTRICT II
1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION
11885 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

DISTRICT III
1000 RIO BRAZOS RD., AZTEC, NM 87410

DISTRICT IV
11885 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

API Number 30-015-37092	Pool Code 56439	Pool Name E. Shagart Delaware
Property Code 012980	Property Name SOUTH TAYLOR 13 FEDERAL	Well Number 5
OGRID No. 258462	Operator Name NADEL AND GUSSMAN HEYCO, LLC	Elevation 3733'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	13	18-S	31-E		1697	SOUTH	1600	EAST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.
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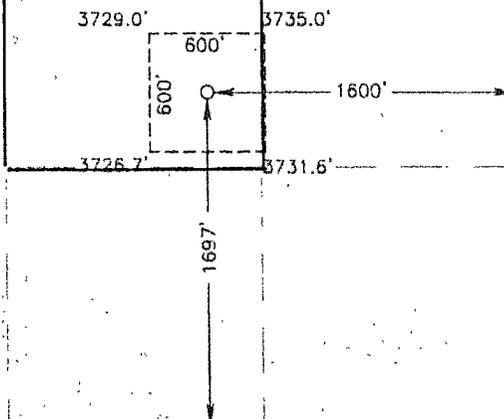
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

GEODETIC COORDINATES
NAD 27 NME

Y=635082.2 N
X=658105.5 E

LAT.=32.744880° N
LONG.=103.819109° W

NMNM-106718



OPERATOR CERTIFICATION

I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Keith Cannon 6-9-09
Signature Date
Keith Cannon
Printed Name

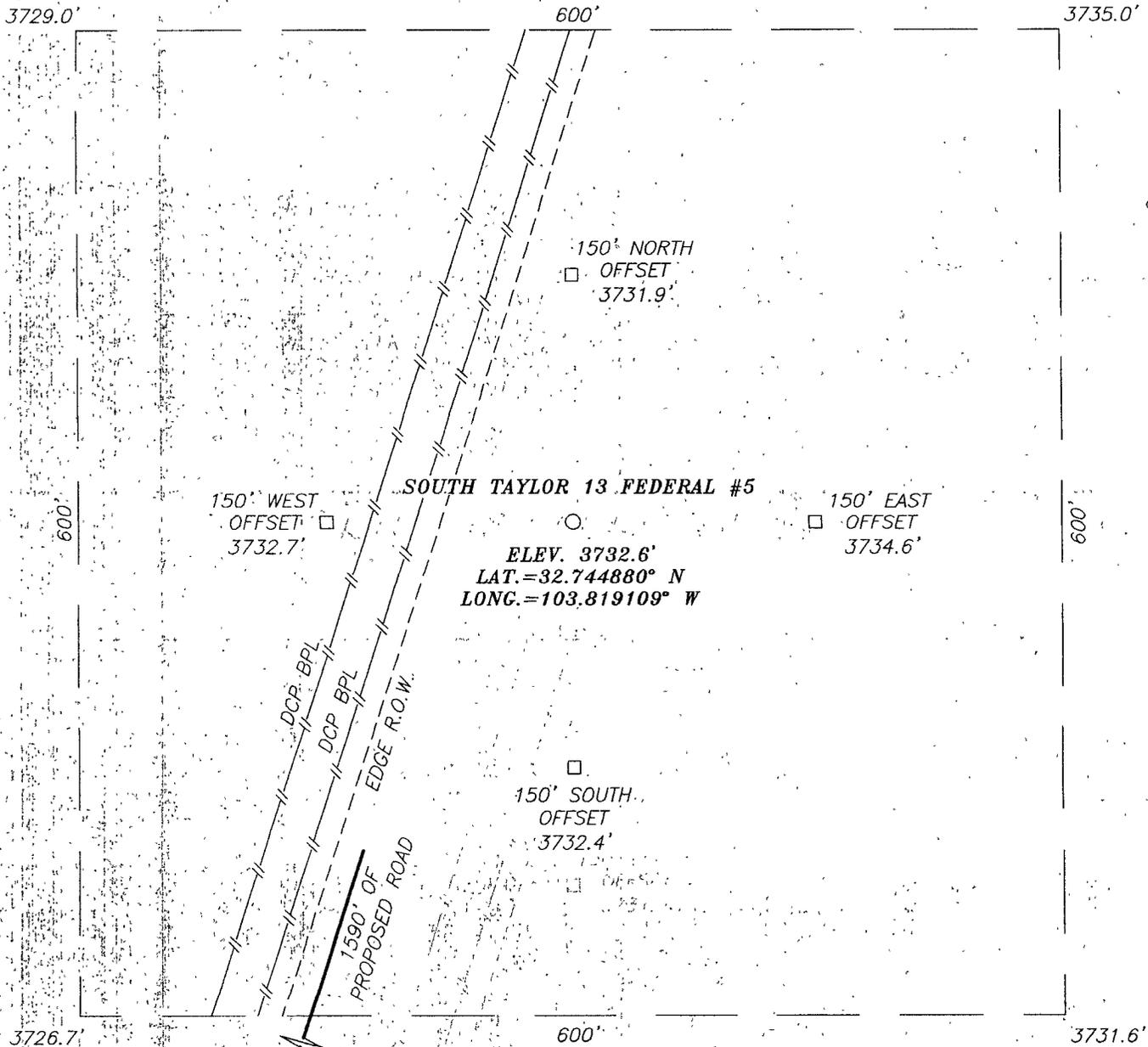
SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

June 8, 2009
Date Surveyed
Signature & Seal of Professional Surveyor
Ronald J. Eidson
Professional Surveyor 3239
June 15, 2009

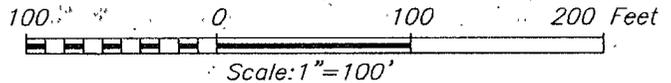
Certificate No. Gary G. Eidson 12641
Ronald J. Eidson 3239

SECTION 13, TOWNSHIP 18 SOUTH, RANGE 31 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO



DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF ST. HWY. #529 AND CO. RD. L-126 (MALJAMAR RD) GO SOUTH ON MALJAMAR ROAD APPROX. 4.2 MILES. TURN RIGHT AND GO WEST APPROX. 0.1 MILES. VEER RIGHT AND GO NORTHWEST APPROX. 0.2 MILES. VEER LEFT AND GO WEST APPROX. 0.6 MILES. VEER LEFT AND GO SOUTHWEST APPROX. 0.3 MILES. VEER RIGHT AND GO WEST APPROX. 0.2 MILES. TURN RIGHT AND GO NORTH APPROX. 0.2 MILES. VEER LEFT AND GO NORTHWEST APPROX. 0.2 MILES TO THE EXISTING ST. MARY EDSU #1 WELL PAD AND PROPOSED ROAD SURVEY AT THE NORTHWEST CORNER OF THIS PAD. FOLLOW PROPOSED ROAD NORTHWEST APPROX. 718 FEET, THEN NORTHEAST APPROX. 872 FEET TO THIS LOCATION.



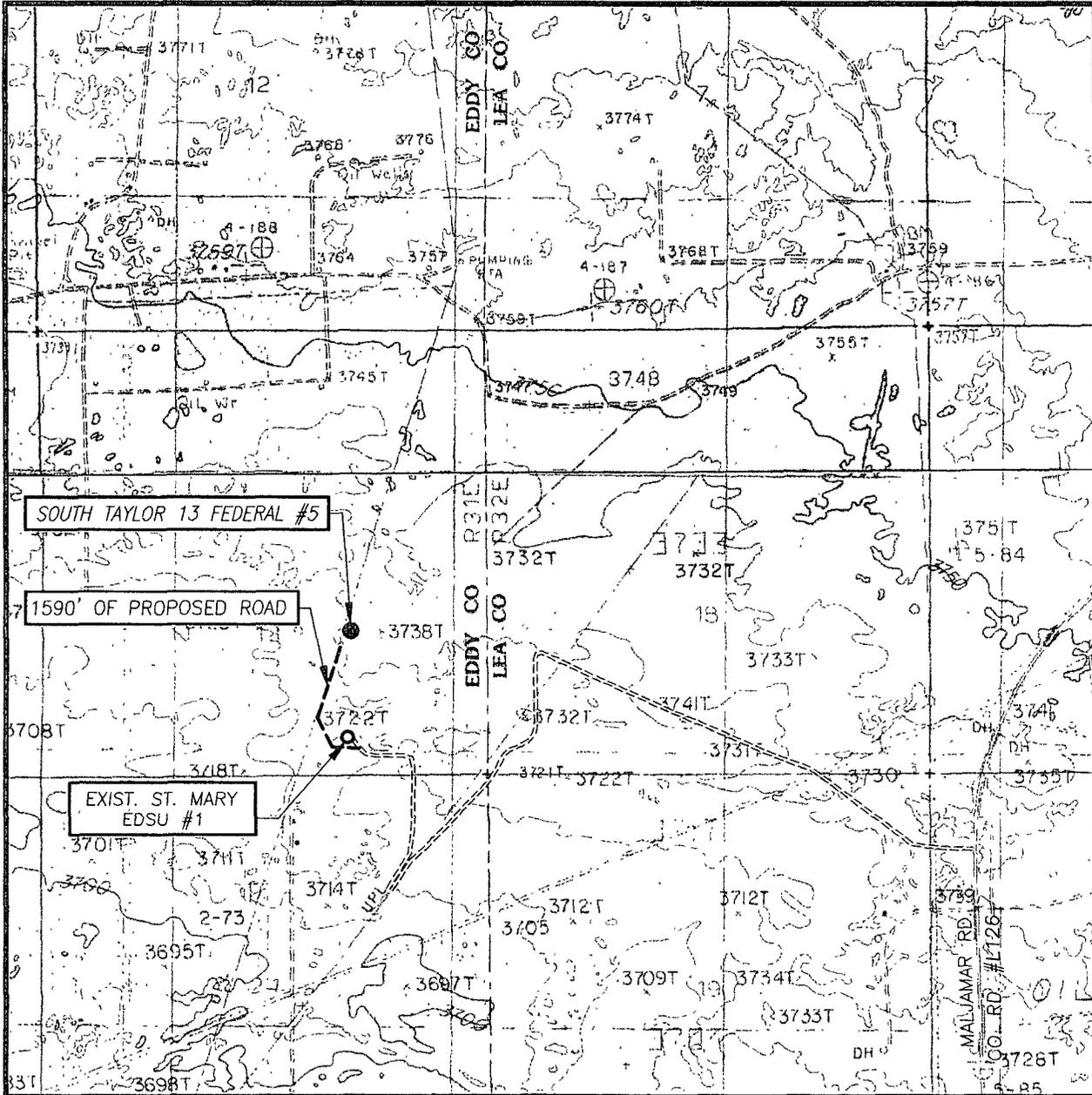
NADEL AND GUSSMAN HEYCO, LLC

SOUTH TAYLOR 13 FEDERAL #5 WELL
 LOCATED 1697 FEET FROM THE SOUTH LINE
 AND 1600 FEET FROM THE EAST LINE OF SECTION 13,
 TOWNSHIP 18 SOUTH, RANGE 31 EAST, N.M.P.M.,
 EDDY COUNTY, NEW MEXICO.

PROVIDING SURVEYING SERVICES
 SINCE 1946
JOHN WEST SURVEYING COMPANY
 412 N. DAL PASO
 HOBBS, N.M. 88240

Survey Date: 6/8/09	Sheet 1 of 1 Sheets
W.O. Number: 09.11.0517	Dr By: LA Rev 1: N/A

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
MALJAMAR, N.M. - 10'
GREENWOOD LAKE, N.M. - 10'

SEC. 13 TWP. 18-S RGE. 31-E

SURVEY _____ N.M.P.M.

COUNTY EDDY STATE NEW MEXICO

DESCRIPTION 1697' FSL & 1600' FEL

ELEVATION 3733'

OPERATOR: NADEL AND GUSSMAN HEYCO, LLC

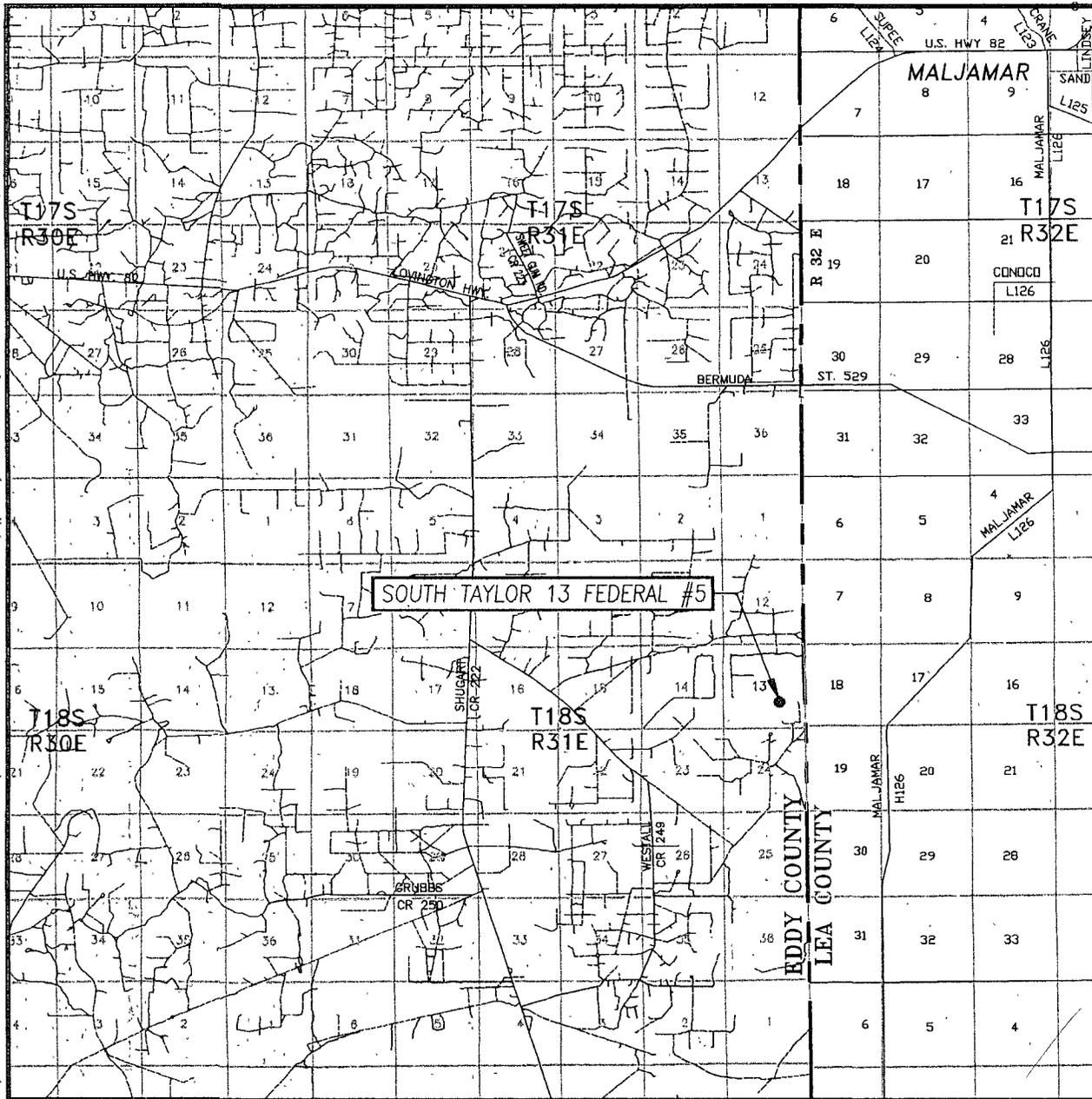
LEASE SOUTH TAYLOR 13 FEDERAL

U.S.G.S. TOPOGRAPHIC MAP



PROVIDING SURVEYING SERVICES
SINCE 1946
JOHN WEST SURVEYING COMPANY
412 N. DAL PASO
HOBBS, N.M. 88240
(575) 393-3117

VICINITY MAP



SCALE: 1" = 2 MILES

SEC. 13 TWP. 18-S RGE. 31-E
 SURVEY N.M.P.M.
 COUNTY EDDY STATE NEW MEXICO
 DESCRIPTION 1697' FSL & 1600' FEL
 ELEVATION 3733'
 OPERATOR NADEL AND GUSSMAN HEYCO, LLC
 PHASE SOUTH TAYLOR 13 FEDERAL



PROVIDING SURVEYING SERVICES
 SINCE 1946
JOHN WEST SURVEYING COMPANY
 412-N. DAL PASO
 HOBBS, N.M. 88240
 (575) 393-3117