

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-025-22191
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No. 17383
7. Lease Name or Unit Agreement Name Mallard Alves
8. Well Number 1
9. OGRID Number 155615
10. Pool name or Wildcat North Osudo Morrow

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other RECEIVED

2. Name of Operator
Nadel and Gussman Pemian, L. L. C. JAN 19 2005

3. Address of Operator
601 N. Marienfeld, Suite 508, Midland, Texas 79701

4. Well Location
 Unit Letter P : 660 feet from the S line and 990 feet from the E line
 Section 6 Township 20S Range 36E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3635 GR

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

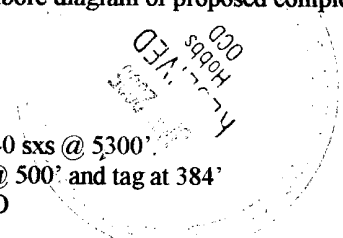
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input checked="" type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL. <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- 1/06/05 Notified NMOCD district in Hobbs, MI 3 trucks
- 1/07/05 MI remaining trucks. RU, NU BOP pump 80 bbls of mud SI well
- 1/10/05 Finish loading hole with mud. POH and spot 30 sxs @ 7975-7875. PU and spot 40 sxs @ 5300'
- 1/11/05 Tag plug at 5138'; Spot 45 sxs 3200-3050'; spot 45 sxs 1840'-1700'; spot 45 sxs @ 500' and tag at 384' Spot 10 sxs from 30' to surf. Cut off well head and anchors. Install dry hole marker RDMO



Approved as to plugging of the Well Bore.
 Liability under bond is retained until
 surface restoration is completed.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE H. S. McGready TITLE Operations Engineer DATE 1/11/05

Type or print name _____ E-mail address: _____ Telephone No. _____

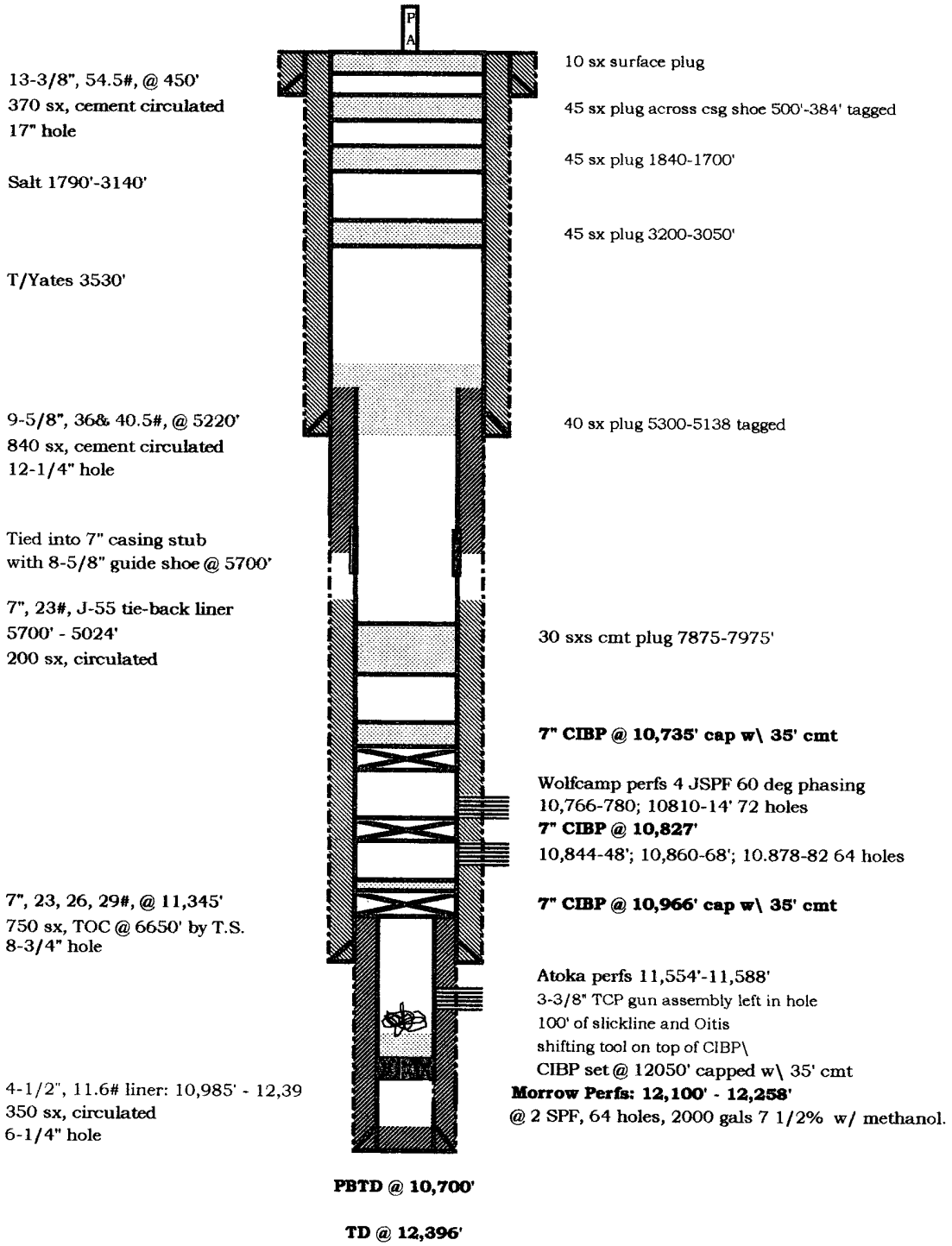
For State Use Only
 APPROVED BY: Gay W. Wink TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER **JAN 31 2005**
 Conditions of Approval (if any): _____

NADEL AND GUSSMAN PERMIAN

Mallard Alves #1
660' FSL, 990' FEL, Unit P, Sec 6, 20S, 36E, Lea County, NM
API # 30 - 025 - 22191

Elev: 3635', KB = 3650'

PLUG and ABANDON



D&C by Mallard Petroleum - October, 1967. P&A- 8-19-76. Rentered and completd by J&G Enterprises, October , 1995.

KEM

1/17/2005