

Submit 1 Copy To Appropriate District Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised August 1, 2011

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

WELL API NO. 30-015-39345
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V0-6803-0000
7. Lease Name or Unit Agreement Name MACHO GRANDE STATE
8. Well Number 1H
9. OGRID Number 155615
10. Pool name or Wildcat CEDAR CANYON; BONE SPRING

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

2. Name of Operator  
NADEL AND GUSSMAN PERMIAN, L.L.C.

3. Address of Operator  
601 N. MARIENFELD, SUITE 508, MIDLAND TEXAS 79701

4. Well Location  
Unit Letter A : 330 feet from the NORTH line and 330 feet from the EAST line  
Section 32 Township 23S Range 29E NMPM County EDDY

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3022' GL

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: COMPLETION ☒

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

7/30/2012 INSTALL FRAC VALVE, RIG UP PUMP TRUCK PUMP 4 BBLs FW, PRESSURE UP TO 3750 PSIG TO OPEN DUAL EXTERNAL HYDRAULIC TOOL (FRAC STAGE 1). PORT OPENED, MOVE OFF.

8/06/2012 RIG UP FRAC COMPANY. FRAC STAGES 1-10.  
8/07/2012 FRAC STAGES 11-20.

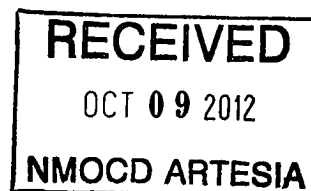
8/10/2012 DRILL OUT FRAC PORTS W/ COIL TUBING  
8/11/2012 - 9/05/2012 FLOW BACK WELL

9/6/2012 RIG UP PULLING UNIT, RUN TUBING AND SWAB WELL. WELL ON PRODUCTION.

*2 7/8 - set @ 7173'*

Spud Date: 10/27/2011

Rig Release Date: 12/06/2011



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE ENGINEER DATE 9/24/2012

Type or print name JASON GOSS E-mail address: JGOSS@NAGUSS.COM PHONE: 432-682-4429

For State Use Only

APPROVED BY: [Signature] TITLE DIST H. Spewer DATE 10/10/12

Conditions of Approval (if any):