

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

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

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.)		WELL API NO. 30-015-34241
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Nadel and Gussman Permian, LLC		6. State Oil & Gas Lease No.
3. Address of Operator 601 N. Marienfeld Suite 508 Midland, TX 79701		7. Lease Name or Unit Agreement Name Mercury Fee
4. Well Location Unit Letter <u>I</u> : <u>1,650'</u> feet from the <u>South</u> line and <u>990'</u> feet from the <u>East</u> line Section <u>19</u> Township <u>23S</u> Range <u>28E</u> NMPM County <u>Eddy</u>		8. Well Number #1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>3,070'</u>		9. OGRID Number 155615
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type <u>Reserve</u> Depth to Groundwater <u>50'</u> or more Distance from nearest fresh water well <u>200'</u> or more Distance from nearest surface water <u>1,000'</u> Pit Liner Thickness: <u>12</u> mil Below-Grade Tank: Volume <u>bbls</u> ; Construction Material		10. Pool name or Wildcat Loving; Atoka, North

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

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

08/15/05 Depth 6,100' L/D 8" DC's R/U casing crew and held safety meeting. Ran 47 jt. HCP - 110 40# 2,078' and 88 jt. N-80 40# 4,028.60' set @ 6,100'. R/U Schlumberger and circ. Cement w/ 1,600sx 35/65 poz/c + 5% D44 (BWOW) + 6% D20 + .25 PPSD75 + 2% D46 Lead and 200sx class C + 1%S + .25 PPS D25 Tail. No cement to surface. WOC R/U run temp survey top of cement @ 85' from floor. N/D BOP and wait on ready mix.

08/16/05 N/D BOP and wait on ready mix. Pour cement between surface and intermediate casing, set slips, cut off 9 5/8" casing, wait on pack off and N/U B-sec. and test @ 1,500# OK. N/U BOP and test all valves @ 250 - 5000 psi worked on a few leaks and re-test OK. WOC f/ 24hr.

08/17/05 Test Casing and shoe jts. @ 1,500psi OK.

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 [Signature] TITLE Staff Engineer DATE 08/18/05

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

For State Use Only

APPROVED BY: _____ FOR RECORDS ONLY TITLE _____ DATE AUG 19 2005

Conditions of Approval (if any):

AUG 19 2005