

Submit To Appropriate District Office State Lease - 6 copies Fee Lease - 5 copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, 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 Oil, Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505	Form C-105 Revised June 10, 2003
WELL COMPLETION OR RECOMPLETION REPORT AND LOG		WELL API NO. 30-015-31910
1a. Type of Well: OIL WELL ☐ GAS WELL ☐ DRY ☒ OTHER ☐		5. Indicate Type of Lease STATE ☒ FEE ☐
b. Type of Completion: NEW ☒ WORK ☐ DEEPEN ☐ PLUG ☐ DIFF. WELL OVER ☐ BACK RESVR. ☐ OTHER ☐		State Oil & Gas Lease No.
2. Name of Operator Nadel and Gussman Permian		7. Lease Name or Unit Agreement Name Grande State No. 1
3. Address of Operator 601 N. Marienfeld Suite 508, Midland, Tx. 79707		8. Well No. 1
4. Well Location Unit Letter <u>C</u> : <u>660'</u> Feet From The <u>North</u> Line and <u>1980'</u> Feet From The <u>West</u> Line Section <u>32</u> Township <u>23-S</u> Range <u>29-E</u> NMPM Eddy County		9. Pool name or Wildcat Laguna Salado (Atoka)
10. Date Spudded 11/05/03	11. Date T.D. Reached 12/15/03	12. Date Compl. (Ready to Prod.) DRY
13. Elevations (DF& RKB, RT, GR, etc.) 2,993 GL		14. Elev. Casinghead 3,012
15. Total Depth 12,500	16. Plug Back T.D. 10,333	17. If Multiple Compl. How Many Zones? 18. Intervals Drilled By Rotary Tools 12590 Cable Tools
19. Producing Interval(s), of this completion - Top, Bottom, Name NONE		20. Was Directional Survey Made Yes
21. Type Electric and Other Logs Run DLL/MGRD/SDL/DSN		22. Was Well Cored
23. CASING RECORD (Report all strings set in well)		
CASING SIZE	WEIGHT LB./FT.	DEPTH SET
20"	40	20'
13-3/8"	48	400'
9-5/8"	40	2768'
7"	26	12,500
HOLE SIZE		CEMENTING RECORD
24"		circ
17-1/2"		375 sxs
12-1/4"		1425 sxs
9-3/4"		1193 sxs
		TOC @ 5650 CBL
24. LINER RECORD		
SIZE	TOP	BOTTOM
4-1/2"	10,277	12,500'
SACKS CEMENT		SCREEN
296		
25. TUBING RECORD		
SIZE	DEPTH SET	PACKER SET
none		
26. Perforation record (interval, size, and number) Perfs 12,278-12,282 RBP 12,250' Perfs 12,122-12,140		
27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.		
DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED	
12,278-12,282	2000 gals 7.5% HCl	
12,127-12,140	4000 gals 15% HCl	
10,333-9,918	100 sx Cl H Plug	
28. PRODUCTION		
Date First Production NONE	Production Method (Flowing, gas lift, pumping - Size and type pump) TA	
Well Status (Prod. or Shut-in)		
Date of Test	Hours Tested	Choke Size
Prod'n For Test Period	Oil - Bbl	Gas - MCF
Water - Bbl.	Gas - Oil Ratio	
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate
Oil - Bbl.	Gas - MCF	Water - Bbl.
Oil Gravity - API - (Corr.)		
29. Disposition of Gas (Sold, used for fuel, vented, etc.)		Test Witnessed By
30. List Attachments		
DEVIATION REPORT, LOGS, WELLBORE SCHEMATIC		
31. I hereby certify that the information shown on both sides of this form as true and complete to the best of my knowledge and belief		
Signature <i>K.E. McCready</i>	Printed Name K. E. McCready	Title NM Operations Mgr.
E-mail Address kemm@naguss.com		Date 4-11-07

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico		Northwestern New Mexico	
T. Anhy	T. Canyon 11,055'	T. Ojo Alamo	T. Penn. "B"
T. Salt	T. Strawn 11,740'	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka Cl. 12,000'	T. Pictured Cliffs	T. Penn. "D"
T. Yates	T. Atoka Banks 12,130'	T. Cliff House	T. Leadville
T. 7 Rivers	T. Morrow Lime 12,170'	T. Menefee	T. Madison
T. Queen	T. Silurian	T. Point Lookout	T. Elbert
T. Grayburg	T. Montoya	T. Mancos	T. McCracken
T. San Andres	T. Simpson	T. Gallup	T. Ignacio Otzie
T. Glorieta	T. McKee	Base Greenhorn	T. Granite
T. Paddock	T. Ellenburger	T. Dakota	T.
T. Blinbry	T. Gr. Wash	T. Morrison	T.
T. Tubb	T. Delaware 2910'	T. Todilto	T.
T. Drinkard	T. Bone Springs 6560'	T. Entrada	T.
T. Abo	T. Cherry Canyon 3890'	T. Wingate	T.
T. Wolfcamp	T. Brushy Canyon 5290'	T. Chinle	T.
T. Penn	T. Teledyne Sand 6480'	T. Permian	T.
T. Cisco (Bough C)	T.	T. Penn "A"	T.

OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....
 No. 2, from.....to.....
 No. 3, from.....to.....
 No. 4, from.....to.....

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....
 No. 2, from.....to.....feet.....
 No. 3, from.....to.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology
2790	2880	90	ANH, LM, SH
2880	6740	3860	LM, SD, SH
6740	8390	1650	LM, SH
8390	9840	1450	LM, SD, SH
9840	11900	2060	LM, SH, CH
11900	12500	600	LM, SH, CH, SD

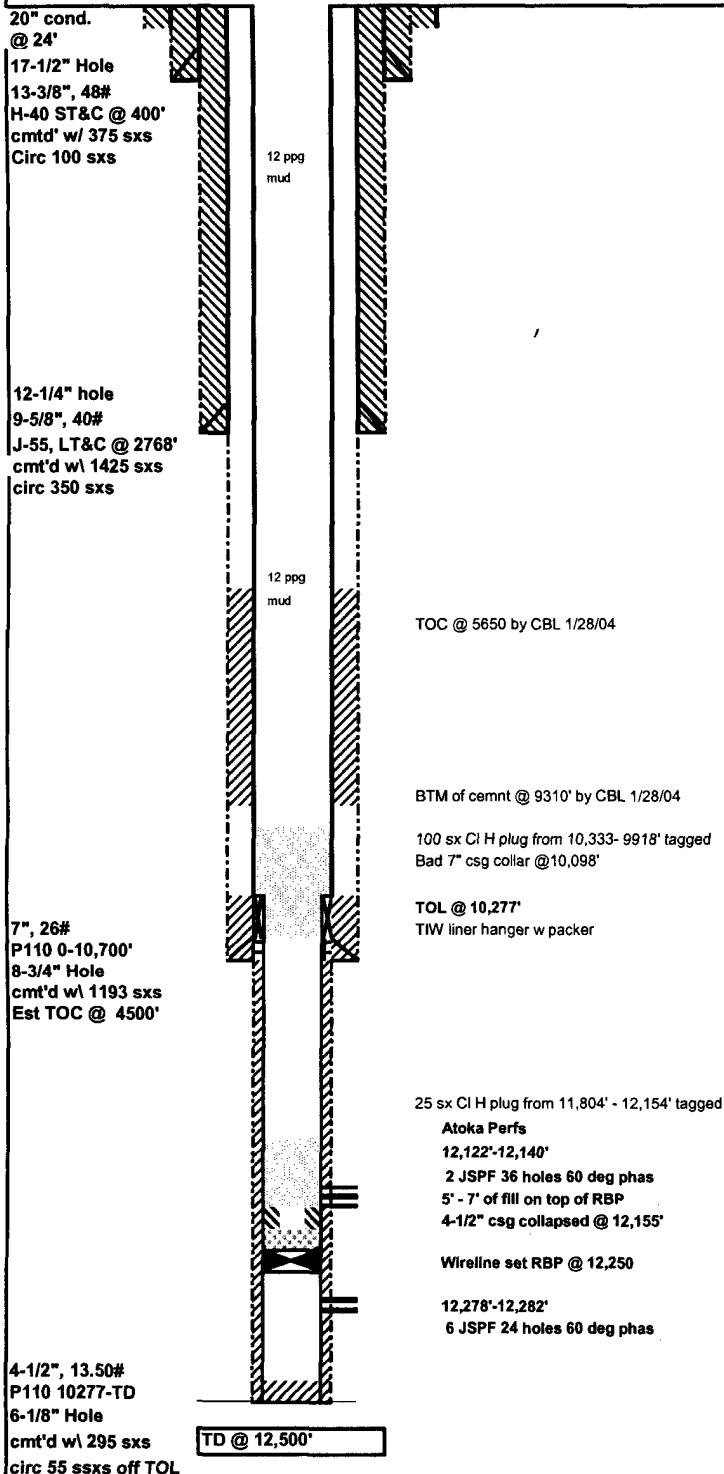
Nadel & Gussman Permian, L.L.C.

LEASE: **Grande State**
 FIELD: **Laguna Salado (Atoka)**
 LOCATION: **660 FNL 1980 FWL**
 SPUD DATE: **11/5/2003**

WELL NO.: **1**
 COUNTY: **Eddy**
 LEGAL: **Sec. 32 T 23 S R 29 E**
 DRAWN BY: **KEM**
 DATE: **4/11/2007**

API #: **30 - 015 - 31910**
 STATE: **New Mexico**
 GL: **2993'**
 DF: **3008'**
 KB: **3009' (17' AGL)**

Grande State Well No. 1



DEC 29 2003

OPERATOR: NADEL & GUSSMAN PERMIAN, LLC
 WELL/LEASE: GRANDE ST. #1
 COUNTY: EDDY

003-0022



STATE OF NEW MEXICO
 DEVIATION REPORT

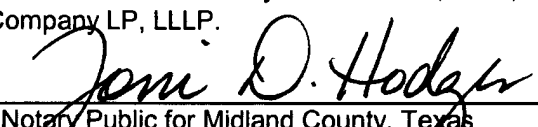
224	1 1/2	5,938	3/4
350	1	5,991	1/4
644	1	6,413	3/4
971	1 1/4	6,761	1/2
1,216	1 1/2	6,920	1/2
1,438	2	7,141	3/4
1,565	1 3/4	7,394	3/4
1,755	1 3/4	7,679	3/4
1,786	3 1/4	8,058	1/4
1,817	3	8,438	1/4
1,848	2 3/4	8,846	1/4
1,880	3	9,227	1/4
1,911	2 3/4	9,734	0
1,943	2 3/4	10,181	1/4
1,975	2 3/4	10,559	1
2,038	3 1/2	10,878	1/2
2,069	2 1/4	11,291	0
2,101	2 1/4	11,700	1
2,164	2 1/2	12,181	1/4
2,227	2 1/4	12,500	1/4
2,291	2		
2,386	2		
2,812	1/4		
3,190	1/2		
3,599	1		
3,850	1/4		
4,324	1/4		
4,766	1/4		
5,259	1/2		
5,685	3/4		

By: 

STATE OF TEXAS

COUNTY OF MIDLAND

The foregoing instrument was acknowledged before me on this 22nd day of December, 2003, by Steve Moore on behalf of Patterson-UTI Drilling Company LP, LLLP.


 Notary Public for Midland County, Texas

My Commission Expires: 4/08/2007

