Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM APPROVED |
|-------------------------|
| OM B No. 1004-0137 |
| Expires: March 31, 2007 |

| SUNDRY NOTICES AND REPORTS ON WELLS | | | 5. Lease Serial No. NM-11118 | |
|---|---|--|---|--|
| Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. | | | 6. If Indian, Allottee or Tribe Name | |
| SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well | | | 7. If Unit or CA/Agreement, Name and/or No. 8910180420 | |
| ✓ Oil Well Gas Well Other | | | 8. Well Name and No. | |
| 2. Name of Operator NADEL AND GUSSMAN HEYCO, LLC | | | Young Deep Unit #9 9. API Well No. | |
| 3a. Address PO BOX 1936 ~ ROSWELL NM 88202-1936 | | 3b. Phone No. (include area code) 575-623-6601 | 30-025-28400 10. Field and Pool, or Exploratory Apra | |
| 4. Location of Well (Footage, Sec., | T., R., M., or Survey Description) | | N. Young Bone Springs | |
| Unit Letter L, 1980' FSL & 660' FWL Sec. 3, T18S, R32E | | | 11. County or Parish, State Lea, New Mexico | |
| 12. CHECK A | PPROPRIATE BOX(ES) TO | INDICATE NATURE OF NOT | ICE, REPORT, OR OTHER DATA | |
| TYPE OF SUBMISSION | | TYPE OF ACT | ION | |
| Notice of Intent | Acidize Alter Casing | Deepen Production Fracture Treat Reclam | on (Start/Resume) Water Shut-Off ion Well Integrity | |
| Subsequent Report | Casing Repair Change Plans | New Construction Recom | plete OtherOther | |
| Final Abandonment Notice | Convert to Injection | | Disposal | |
| BLM Bond No. NMB0005 Surety Bond No. B004230 | for final inspection.) | | g reclamation, have been completed, and the operator has ACCEPTED FOR RECORD | |
| If well goes off pro 30 days notify E | SLM by Sundry within | RECEIVED | MAR 3 2011 WESLEY W. INGRAM PETROLEUM ENGINEER | |
| 14. I hereby certify that the fore Name (Printed/Typed) | going is true and correct | mut | | |
| Signature Out A. Date | | 03/03/2011 | | |
| | THIS SPACE FOR F | EDERAL OR STATE OF | FICE USE | |
| Approved by | | be All Oreany | ENGINEER Date MAR 2 9 2011 | |
| Conditions of approval, if any, are a certify that the applicant holds legal which would entitle the applicant to | or equitable title to those rights in conduct operations thereon. | the subject lease Office | KZ | |
| Title 18 U.S.C. Section 1001 and Title | 43 U.S.C. Section 1212, make it a | crime for any person knowingly and w | rillfully to make to any department or agency of the United | |

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.