Form 3160-5 (June 1990)

DEPARTMENT OF THE INTERIOR 01 W. Grand Avenue Expires: Marcri 31, 1000 **UNITED STATES** BUREAU OF LAND MANAGEMEN

Oil Cons. N.M. DIV-Dist. 2 Artesia, NM 88210

FORM APPROVED Budget Bureau No. 1004-0135

NM-0400512A 6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 27324 1. Type of Well Qil Well 8. Well Name and No. Well Other ICA 31 Fed No. 1 2. Name of Operator APR 2003 OGRID# 155675 Nadel and Gussman Permian, L.L.C. 9. API Well No. 3. Address and Telephone No. RECEIVED 30 - 015 - 31587 601 N. Marienfeld, Suite 508, Midland, TX 79701 OCD - ARTESIA 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Avalon Morrow 1800' FSL & 840' FWL, unit letter L 11. County or Parish, State Sec. 31 - T20S - R27E Eddy Co., NM 12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Nugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Conversion to Injection Alterina Casina Other plug back to Wolfcamp Dispose Water 13. Describe Proposed or Completed Operations (Clearly state all pertinet details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markders and zones pertinent to this work.)* 12/14 - 16/02 SITP = 1400 psi. 12/17/02 Opened well to sales flowing 350 mcfd, 240 bopd 0 bwpd on an 18/64th choke. Evaluating zone 12/18/02 Well died 60 12/19/02 Si for 48 hrs sitp 700 psi. 12/23/02 flowed to tank made 174 BNO 12/24/02 Acidized w\ 2250 gals of 15% HCl. Ö 12/27-1/09/03 Swab to recover load. recovered 104 bbls water and 56 bbls of oil © 1/14-21/03 SI for buildup 1/22/03 SITP 350 psi. RU swab unit made 3 runs and no recovery Based on pressure data and swab results plan to PA ACCEPTED FOR RECORD APR 3 - 2003 LES BABYAK PETROLEUM ENGINEER 14. I hereby certify that the foregoing is true and correct K. E. McCready - Operations Engineer (This space for Federal or State office

Title 18 U.S.C. Section 1001, makes 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.