

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. DIV-Dist. 2
1800 W. Grand Avenue
Albuquerque, NM 88210

FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No. NMNM 0115464 - A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No. 35101

8. Well Name and No. Lazarus Federal #1

9. API Well No. 30-005-63780

10. Field and Pool, or Exploratory Area Buffalo Valley Penn.

11. County or Parish, State Chaves, New Mexico

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
NADEL AND GUSSMAN PERMIAN, LLC

3a. Address
601 N. MARIENFELD MIDLAND, TX 70701 Suite 508

3b. Phone No. (include area code)
(432) 682-4429

4. Location of Well (Footage, Sec., T. R., M., or Survey Description)
Sec. 25 - T15S - R27E, 1,980' FSL & 660' FWL

RECEIVED
DEC 28 2005
OCD-ARTESIA

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Surface Casing</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

12/04/05 Run 9 jts of 13-3/8" csg, H-40, 48# STC set @ 375'. Cement csg w/ 200 sxs of 35/65 (lead) 69 bbls @ 12.7# w/ yield of 1.93, 200 sxs of C+2% adds (tail) 47 bbls @ 14.8# w/ yield of 1.34 circulate to surface. WOC24 hrs. Cut off and weld on wellhead and baseplate - test to 1000 psi. NU BOP.

12/05/05 Nipple up BOP circulate sweep and drop totco 375' 1 deg. PU BHA and TIH drill out float equipment and test casing to 1,000 psi f/ 30 min high and 250 low for 30 min.

ACCEPTED FOR RECORD
DEC 23 2005
ARMANDO A. LOPEZ
PETROLEUM ENGINEER

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

JOSH FERNAU

Title STAFF ENGINEER

Signature

Date 12/08/05

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)	Name (Printed/Typed)	Title
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	Date

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.