

Submit 3 Copies To Appropriate District Office
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

Form C-103
May 27, 2004

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

WELL API NO. 30-015-35472
7. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
7. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Hermes Fee
8. Well Number 1
9. OGRID Number 155615
10. Pool name or Wildcat Loving; Morrow North (Gas)

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.)

1. Type of Well: Oil Well ☐ Gas Well ☒ Other ☐

2. Name of Operator
Nadel and Gussman Permian, LLC

3. Address of Operator
601 N. Marienfeld, Suite 508
Midland, TX 79701

4. Well Location
Unit Letter H : 660 feet from the N line and 1980' feet from the E line
Section 30 Township 23S Range 28E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3102' KB

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Reserve Depth to Groundwater >50' but <100' Distance from nearest fresh water well >200' Distance from nearest surface water >200' but <1000'

Pit Liner Thickness: 20 mil Below-Grade Tank: Volume bbls; Construction Material

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

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
	P AND A <input type="checkbox"/>
	CASING/CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Attachment to C-105 <input checked="" type="checkbox"/>

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.

Perforation Record

5/5/06	12,666'-12,670', 6 JSPF, 24 holes. 500 gallons acetic acid, CIBP @ 12,650'
5/9/06	12,582'-12,586', 6 JSPF, 24 holes. No stimulation, CIBP @ 12,560'
5/12/06	12,532'-12,536' 6JSPF, 24 holes. 1000 gallons 7.5% HCL, CIBP @ 12,510'
5/21/06	12,464'-12,470' 6 JSPF 36 holes and 12,384'-12,394' 4 JSPF 40 holes. 1600 gallons 7.5% HCL, CIBP @ 12,350'
5/24/06	12,304'-12,312' 6 JSPF 48 holes. No stimulation, CIBP @ 12,290'.

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 Kem McCready TITLE Operations Manager DATE 9/8/06

Type or print name Kem McCready E-mail address: kemm@naguss.com Telephone No. (432) 682-4429

For State Use Only

APPROVED BY: FOR RECORDS ONLY TITLE DATE SEP 11 2006
Conditions of Approval (if any):

NADEL AND GUSSMAN PERMIAN

Hermes Fee #1

660' FNL, 1,980' FEL UL B Sec 30, 23S, 28E, Eddy County, NM
API # 30 - 015 - 34572-0

Elev: 3083', KB: 19' AG

Current

