

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  
Energy, Minerals & Natural Resources

Form C-104  
Revised Feb. 26, 2007

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit to Appropriate District Office  
5 Copies

X ☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

<sup>1</sup> Operator name and Address Nadel and Gussman HEYCO, LLC P.O. 1936 Roswell, NM 88202-1936		<sup>2</sup> OGRID Number 258462	
		<sup>3</sup> Reason for Filing Code/ Effective Date NW	
<sup>4</sup> API Number 30 - 015-37906	<sup>5</sup> Pool Name Empire Golorieta-Yeso, EAST K2		<sup>6</sup> Pool Code 96610 K2
<sup>7</sup> Property Code 38190	<sup>8</sup> Property Name Hillbilly Cave 8 State		<sup>9</sup> Well Number 1

II. <sup>10</sup> Surface Location

UL or lot no. M	Section 8	Township 17S	Range 29E	Lot Idn	Feet from the 330	North/South South Line	Feet from the 330	East/West line West	County Eddy
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<sup>11</sup> Bottom Hole Location

UL or lot no. M	Section 8	Township 17S	Range 29E	Lot Idn	Feet from the 330	North/South line South	Feet from the 330	East/West line West	County Eddy
<sup>12</sup> Lsc Code S	<sup>13</sup> Producing Method Code P	<sup>14</sup> Gas Connection Date 8/29/10	<sup>15</sup> C-129 Permit Number		<sup>16</sup> C-129 Effective Date		<sup>17</sup> C-129 Expiration Date		

III. Oil and Gas Transporters

<sup>18</sup> Transporter OGRID	<sup>19</sup> Transporter Name and Address	<sup>20</sup> O/G/W
214985	Plains Marketing LP 500 Dallas, Suite 700 Houston, TX 77002	O
036875	DCP P.O. Box 1967, Houston, TX 77001	G

IV. Well Completion Data

<sup>21</sup> Spud Date 6/22/10	<sup>22</sup> Ready Date 7/24/10	<sup>23</sup> TD 7/3/10	<sup>24</sup> PBTD 5229'	<sup>25</sup> Perforations 3893'-5175' (82)	<sup>26</sup> DHC, MC
<sup>27</sup> Hole Size		<sup>28</sup> Casing & Tubing Size	<sup>29</sup> Depth Set		<sup>30</sup> Sacks Cement
12 1/4"		9 5/8"	303.79'		L-155 sks Class "C"
7 7/8"		5 1/2"	5373'		L-770 sks Class "C" T-325 sks Class "C"

V. Well Test Data

<sup>31</sup> Date New Oil 7/30/10	<sup>32</sup> Gas Delivery Date	<sup>33</sup> Test Date 7/30/10	<sup>34</sup> Test Length 24	<sup>35</sup> Tbg. Pressure	<sup>36</sup> Csg. Pressure 100
<sup>37</sup> Choke Size 32/64	<sup>38</sup> Oil 70	<sup>39</sup> Water 528	<sup>40</sup> Gas 75		<sup>41</sup> Test Method P

<sup>42</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.  
Signature:

Printed name: Tammy R. Link

Title: Production Analyst

E-mail Address: tlink@heycoenergy.com

Date: 10/26/10

Phone: 575-623-6601

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

NOV 09 2010

K2



# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Jim Noel**  
Cabinet Secretary

**Karen W. Garcia**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



October 20, 2010

Nadel and Gussman Heyco, LLC  
P.O. Box 1936  
Roswell, NM 88202-1936

Re: Nadel and Gussman Heyco, LLC, OGRID 258462  
Pearsall 6 Fed. #1, 30-025-35680

Dear Operator:

Rule 19.15.5.9.F(2) NMAC provides that the listing of a well on the Oil Conservation Division's (OCD's) inactive well list as a well inactive for more than one year plus 90 days creates a rebuttable presumption that the well is out of compliance with 19.15.25.8 NMAC (the inactive well rule).

An operator may rebut that presumption by providing evidence that the well is in compliance with the inactive well rule.

The well identified above currently appears on the OCD's inactive well list as a well inactive for more than one year plus 90 days. However, Nadel and Gussman Heyco, LLC has provided documentation showing that the well was returned to production in October 2010. The C-115 production report for October production is not due until December 15, 2010. Once the C-115 reporting production for the well is filed, the well should not appear on the inactive well list.

Nadel and Gussman Heyco LLC has rebutted the presumption created by Rule 19.15.5.9.F(2) NMAC as to the well identified above.

Although this well still appears on the inactive well list, until December 16, 2010 the OCD should not consider the well as out of compliance with 19.15.25.8 NMAC when determining Nadel and Gussman Heyco LLC's compliance with Rule 19.15.5.9 NMAC.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark Fesmire".

Mark Fesmire, Acting Division Director  
Oil Conservation Division



October 20, 2010

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Ec: Larry "Buddy" Hill, District I  
Randy Dade, District II  
Charlie Perrin, District III  
Ed Martin, District IV  
Dorothy Phillips, Financial Assurance Administrator