

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
1301 West Grand Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30-015-32329
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Nadel and Gussman Permian, L.L.C. /		State Oil & Gas Lease No. NA
3. Address of Operator 601 N Marienfeld, Suite 508, Midland, Texas 79701		6. Lease Name or Unit Agreement Name: Kodiak State
4. Well Location Unit Letter <u>N</u> : <u>660'</u> feet from the <u>South</u> line and <u>660'</u> feet from the <u>East</u> line Section <u>36</u> Township <u>17-S</u> Range <u>29-E</u> NMPM <u>Eddy</u> County		7. Well No. 1
10. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>3546' GL</u> <u>3563' KB</u>		8. Pool name or Wildcat Sand Tank (Morrow)

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☒
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

12. 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 recompilation.

7/27/02. Drilling ahead at 11,469 when encountered unexpected gas show.

728/02 Drilled below permitted depth of 11,500' to deepen hole so logs could be run across the gas show. TD well at 11,574'.

7/29-30/02 Evaluated open hole with logs and an attempted DST. Contacted NMOCD regarding drilling below TD on 7/29/02 received verbal ok.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kem E. McCready TITLE Operations Engineer DATE 8/05/02

Type or print name Kem E. McCready Telephone No. 915-682-4429
(This space for State use) ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

APPROVED BY [Signature] TITLE DISTRICT II SUPERVISOR DATE AUG 12 2002
Conditions of approval, if any: