Form 3160-5 (June 1990)

### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

N.M. O Cons. Division C 51

1625 N. French Dr. FORM APPROVED
Hobbs, NM 88240 Expires: March 31, 1993

5. Lease Designation and Serial No.

Eddy Co., NM

LC - 029392 B SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name 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 1. Type of Well ⊠ Oil Weli 8 Well Name and No. 2. Name of Operator Hinkle B-26 #5 Nadel and Gussman Permian, L.L.C. 9. API Well No. 3. Address and Telephone No. 30-015-05612 601 N. Marienfeld, Suite 508, Midland, TX 79701 915-682-10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Shugart YT, 7R, QN, GB 11. County or Parish, State 330' FSL & 990' FWL Unit M, Sec. 26 - 18S - 31E

| 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                         |  |  |  |
|     | Subsequent Report  | Recompletion Plugging Back    | New Construction Non-Routine Fracturing |  |  |  |
|     | Final Abandonment Notice   | Casing Repair Altering Casing | Water Shut-Off Conversion to Injection  |  |  |  |
|     |  | Other                         | Dispose Water                           |  |  |  |

3-13-01: MIRU and layed down tubing and rods.

#### Proposed P&A:

- 1. SET CIBP at 2650' and cap with 35' cement by bailer. Shoot two squeeze perfs at 843'.
- 2. TIH with tubing. Load hole with 9 PPG+ salt gel mud. Pull up to 750'. Close BOP and pump through squeeze perfs to the surface.
- 3. Circulate 180 sx cement through the 7" annulus to the surface. Open the BOP and pump 25 sx cement inside the casing.
- 4. Spot 10 sx plug at the surface and weld on a standard dry hole marker. Haul off old equipment and clean the location.

## SEE ATTACHED FOR CONDITIONS OF APPROVAL

| i. I hereby certify that the fortygoing is true and correct  | Title | Robert McNaughton-Operations Engineer | _ Date | 03/30/01     |
|--|-------|---------------------------------------|--------|--------------|
| This space for Federal or State office use). (ORIG. SUD.) ALEXIS C. SWOBODA pproved by conditions of approval, if any: | Title | PETROLEUM ENGINEER                    | Date   | APR 0 5 2001 |

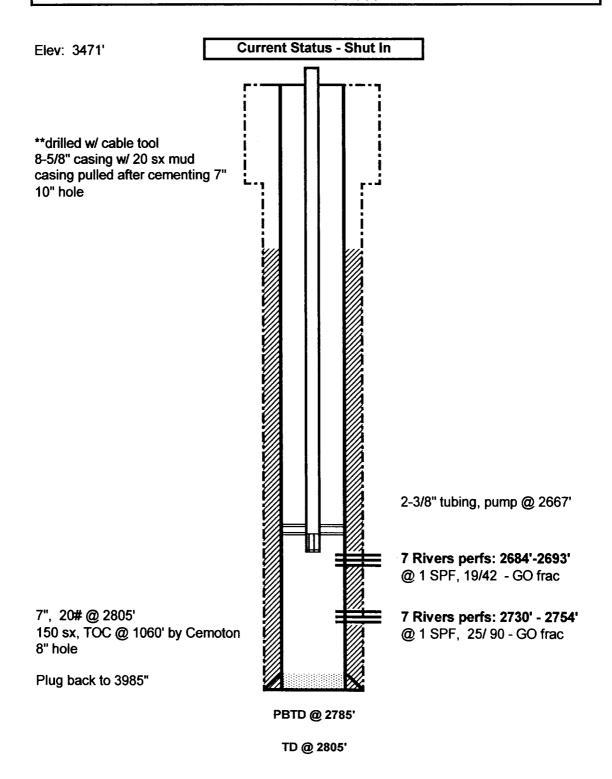
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

<sup>13.</sup> 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.)\*

APR 03 2001
BLM
ROSWELL, NM

#### NADEL and GUSSMAN PERMIAN

# Hinkle B-26 #5 330' FSL, 990' FWL, Unit M, Sec 26, 18S, 31E, Eddy County, NM API # 30 - 015 - 05612

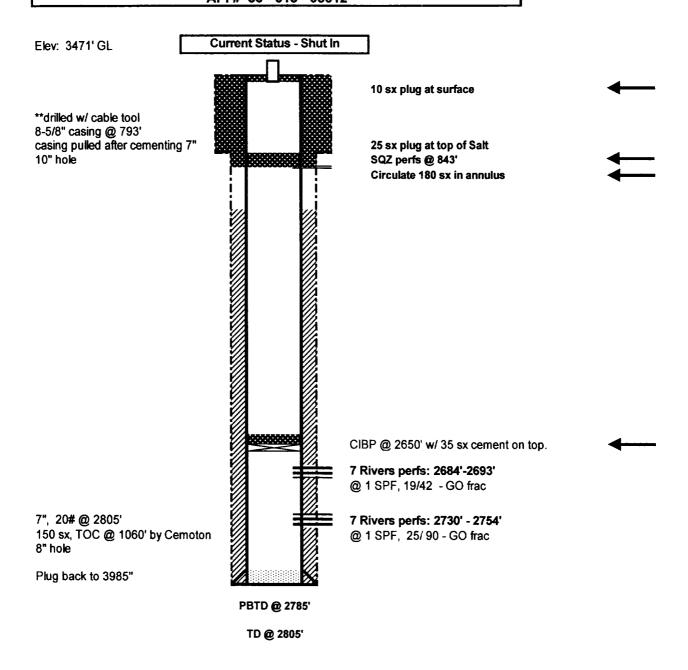


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