

Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 87240  
 District II  
 811 South First, Artesia, NM 87210  
 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

Form C-103  
 Revised March 25, 1999

OIL CONSERVATION DIVISION  
 2040 South Pacheco  
 Santa Fe, NM 87505

WELL API NO. <b>30 - 025 - 28434</b>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. <b>E- 6002</b>
7. Lease Name or Unit Agreement Name: <b>B Lee State</b>
8. Well No. <b>7</b>
9. Pool name or Wildcat <b>Scharb (Bone Springs)</b>

**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, L.L.C. OGRID # 155615**

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

4. Well Location  
 Unit Letter H : 1980' feet from the North line and 660' feet from the East line  
 Section 5 Township 19 - S Range 35 - E NMPM Lea County  
 1. Elevation (Show whether DR, RKB, RT, GR, etc.)  
**3894' GL, 3907' KB**

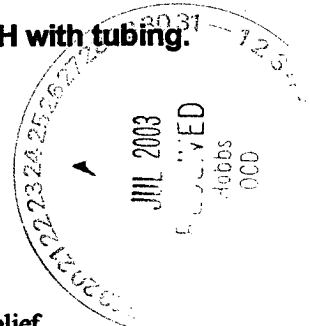
11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input checked="" type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	OTHER <input type="checkbox"/>
OTHER <input type="checkbox"/>		OTHER <input type="checkbox"/>	

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.

**Request to Temporary Abandon Well:**

1. MIRU. Bleed any pressure off of the tubing. Release the TAC at 9297. POH with tubing.
2. RU wireline. Set 5½" CIBP at 9450' and cap with 35' cement by bailer.
3. Load casing with inhibited water. Test to 500 psi for 30 minutes.
4. Request TA status while we review uphole potential.



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 7/22/03

Type or print name Kem E McCready Telephone No. 915 - 682 - 4429

(This space for State use)  
 APPROVED BY Lloyd W. Wink TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE JUL 31 2003

Conditions of approval, if any:

# NADEL AND GUSSMAN PERMIAN

**B LEE STATE No. 7**  
1980' FNL, 660' FEL, Unit H, Sec 5, 19S, 35E, Lea County, NM  
API # 30-025-28434

Elev: 3893.5 GL, 3906.5' KB

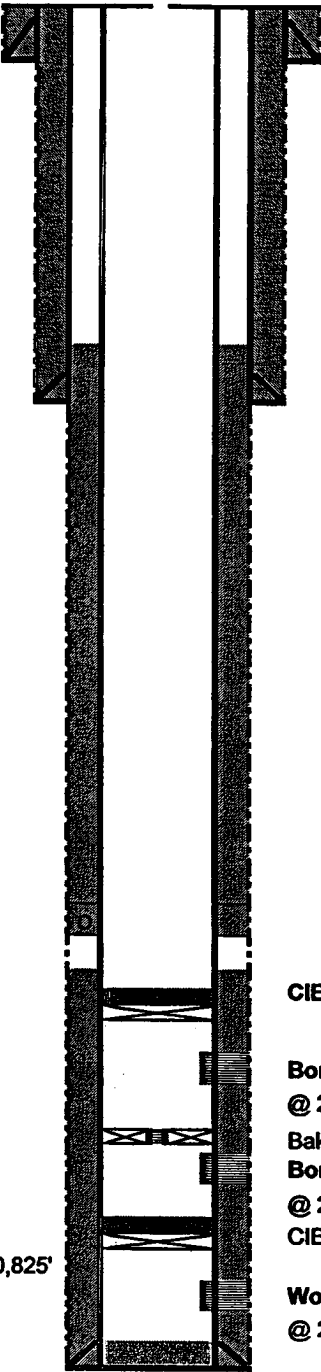
Current Status - IA

13-3/8", 54.5#, K-55 @ 450'  
450 sx, circulated  
17-1/2" hole

8-5/8", 32#, K-55 @ 4000'  
1775 sx, circulated  
11" hole

DV Tool @ 9005'  
1150 sx, TOC @ 2400' by T.S.

5-1/2", 15.5/17/20#, K55 / L80 @ 10,825'  
400 sx, TOC @ ~9335' by CBL  
7-7/8" Hole



CIBP at 9450' w/ 35' cement

**Bone Springs Perfs: 9490' - 9594'**  
@ 2 SPF, 66'- 132 holes

**Baker RBP at 9601'**  
**Bone Springs Perfs: 9608' - 9660'**  
@ 2 SPF, 32'- 64 holes, 5000 gals 15%  
CIBP @ 10,300' w/ 35' cement

**Wolfcamp Perfs: 10,448' - 10,611'**  
@ 2 SPF, 110 holes, 10K 15% NEFE

PBTD @ 9,415'

TD @ 10,825'