Farm 3160-5 (April 2004)

1. Type of Well Oil Well

3a. Address

N.M. Oil Cons. DIV-Dist. 2 DEPARTMENT OF THE INTERIORY. Grand Avenue BUREAU OF LAND MANAGEMENT. SUNDRY NOTICES AND REPORTS ON WELLS 1 88210 NM-28641 Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 33572 Gas Well Other 8. Well Name and No. Big Apple Federal #1 2. Name of Operator Nadel and Gussman Permian, L.L.C. 9. API Well No. 30-015-33304 3b. Phone No. (inches ECETVED 601 N. Marienfeld, Suite 508, Midland, TX 79701 432/682-4429 10. Field and Pool, or Exploratory Area Carlsbad; Morrow South 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SEP 2 7 2004 11. County or Parish. State 685' FSL & 2140' FEI, Sec. 5-T24S-R26E PIPE MOTERIA Eddy Co., NM

Change Plans Plug and Abandon Temporarily Abandon Hole Location on	12. CHECK A	PPROPRIATE BOX(ES)	ro indicate natur	LE OF NOTICE, REPORT, O	R OTHER DATA		
Notice of Intent  Alter Casing  Fracture Treat  Reclamation  Well Integrity  Subsequent Report  Casing Repair  New Construction  Recomplete  Other Correction to Bot Temporarily Abandon  Temporarily Abandon	TYPE OF SUBMISSION	TYPE OF ACTION					
	Subsequent Report	Alter Casing Casing Repair Change Plans	Fracture Treat New Construction Plug and Abandon	Reclamation Recomplete Temporarily Abandon			

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

The correct Bottom Hole Location on the above well is 678' FSL & 1587' FWL.

ACCEPTED FOR RECORD SFP 2 2 2004 LES BABYAK PETROLEUM ENGINEER

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)						
Kem McCready	Title Operations Engine	eer				
Signature Lom mc break	Date 9/2/	<i>)04</i>				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE						
Approved by	Title	Date				
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject less which would entitle the applicant to conduct operations thereon.						
Title 19 U.C.C. Series 1001 and Tale 21 U.C.C. Series 1212 and it a minute for series	serves becausedly and willfu	By to make to say department or necess	of the United			

States any false, fictitions or franchilent statements or representations as to anymatter within its jurisdiction.