Form 3160-5 (April 2004)



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-A	RTESIA FORM APPROVED OMBNo 1004-0137 Expires: March 31, 20

5. Lease Serial No.

SUNDRY NO	OTICES	AND	REPORTS	ON	WELLS
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. Lease scriat No.	
LC-029389-B	
If Indian, Allottee or Tribe Name	

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.			6 If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE- Other instructions on reverse side.			7. If Unit or CA/Agreement, Name and/or No.
1. Type of Well ☐ Gas Well ☐ Other			8. Well Name and No. HONDO 4 FEDERAL #4
2. Name of Operator NADEL ANI	GUSSMAN HEYCO, LLC		9. API Well No.
3a Address PO BOX 1936 ~ ROSWELL NM 88202-1936		3b. Phone No (mclude area code) 505/623/6601	30-015-25600 10. Field and Pool, or Exploratory Area
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 660' FWL, Sec. 4: T18S, R31E		JUN 03 2008	Und Bone Springs 11. County or Parish, State
		OCD-ARTESIA	Eddy, New Mexico
12. CHECK AI	PPROPRIATE BOX(ES) TO	INDICATE NATURE OF NOTIC	E, REPORT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTIO	N
Notice of Intent	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Fracture Treat Reclamat	ete Other Add Pay
Describe Proposed or Complete	ed Operation (clearly state all pertir	nent details, including estimated starting da	ate of any proposed work and approximate duration thereof.

3. 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.)

Test additional Bone Spring Pay, perf the 1st Bone Spring Sand 7254'-63' (30) and acidize with 750 gals. NE Fe 7.5% HCL. If decision made to frac, will frac using low gel load crosslink fluid carrying 100,000 lbs sand.

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)				
Tammy R. Link	Title Production	Tech		
Signature Signature	Date	05/2 7/2008		
· ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~				
THIS SPACE FOR FEDERAL	OR STATE O	OFFICE USE		
Approved by	Title	Date 111N 2 2008		
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		WESLEY W INGRAM		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to @ny HEParthent Orlagent Control States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.				

(Instructions on page 2)

Hondo 4 Federal 4 Nadel and Gussman HEYCO, LLC June 2, 2008 Conditions of Approval

- 1. Subsequent sundry required with new production test to be included.
- 2. Work to be complete by 9/30/2008.

WWI 060208