

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.
30-015-36307

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
Hannibal Fee

8. Well Number

2

9. OGRID Number

155615

10. Pool name or Wildcat
Loving N. Morrow

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

JUL 25 2008

2. Name of Operator

Nadel and Gussman Permian, LLC

OCD-ARTESIA

3. Address of Operator

601 N. Marienfeld, Suite 508
Midland, TX 797001

4. Well Location

Unit Letter C : 660 feet from the North line and 1410 feet from the West line
Section 31 Township 22S Range 28E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,032' GR

Pit or Below-grade Tank Application ☐ or Closure ☐ (Using Closed Loop Mud System w/ Haul-off Bins)

Pit type None Depth to Groundwater 18' + Distance from nearest fresh water well >1000' Distance from nearest surface water <200'

Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material

12. 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 COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☒

OTHER: ☐

13. 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.

06/20/08 Spudded well @ 5:00 PM CST and drilled 17 1/2" hole from 0' to 300'. Survey @ 290' = 0.50 deg. Circ and POOH to run casing. Ran 8 jts of 13-3/8" / 48# / H-40 / STC casing to 300' with centralizers on float joint.

06/21/08 Pumped 20 bbl FW Gel spacer. Cemented 13-3/8" casing, with 335 sxs Class C lead (14.8 ppg, 1.34 CuFt/sk). Displaced with 41 bbls FW, circulated cement to surface and an estimated 15 to 20 bbls to the cement holding tank. Bumped plug with 745 psi. Wait on cement for 4 hrs. Cut off and weld on 13-3/8" well head and test to 500 psi for 30 minutes. RU nipple up crew and test BOPs. Had to replace spool.

06/22/07 Retest BOPs to 1500 psi. Picked up 12.25 bit and BHA and started drilling out float.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Terry West TITLE Drilling Operations Engineer DATE 7/1/08

Type or print name Terry West E-mail address: terryw@naguss.com Telephone No. (432) 682-4429

For State Use Only

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any):

Accepted for record - NMOCD