

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**SUNDRY NOTICES AND REPORTS ON WELLS**  
**Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.**

5. Lease Serial No.  
NMNM25953

6. If Indian, Allottee or Tribe Name

**RECEIVED**

NOV - 9 2009

**NMOCD ARTESIA**

**SUBMIT IN TRIPLICATE - Other instructions on page 2.**

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator  
Nadel and Gussman Permian LLC

3a. Address  
601 North Marienfeld suite 508  
Midland Tx, 79701

3b. Phone No. (include area code)  
432-682-4429

7. If Unit of CA/Agreement, Name and/or No.  
NMNM105352

8. Well Name and No.  
Kyle Federal #1

9. API Well No.  
30-015-31311

10. Field and Pool or Exploratory Area  
Upper Penn

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
660 FNL 860 FEL UL A  
S34 T24-S, R 28-E NMPM

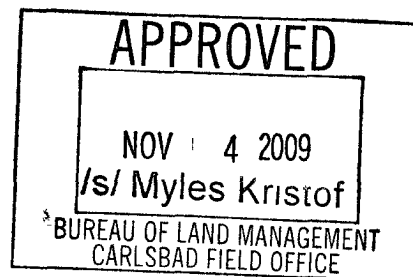
11. Country or Parish, State  
Eddy, NM

**12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input checked="" type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 recompleate 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

miru Pulling Unit, nd wh, nu bop and pull prod equip  
Sqz off perfs @ 10,636-10,652  
Drill out cibp @ 10,945  
Set cibp @ 11,800 and cap w/ 35' cmt. Sqz existing perfs @ 11,010-11,018  
Perf Canyon @ 11,538-11,632 acidize and frac.  
Set drillable plug @ 11,800 11,500  
Perf Cisco @ 11,334-11, 458 acidize and frac  
Drill out bp @ 11,800  
Run production equipment and put well on line.



**SEE ATTACHED FOR  
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)  
Kern McCready

*Kern McCready*

Title NM Operations Manager

Signature

Date 10/06/2009

**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 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.

Office

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 any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

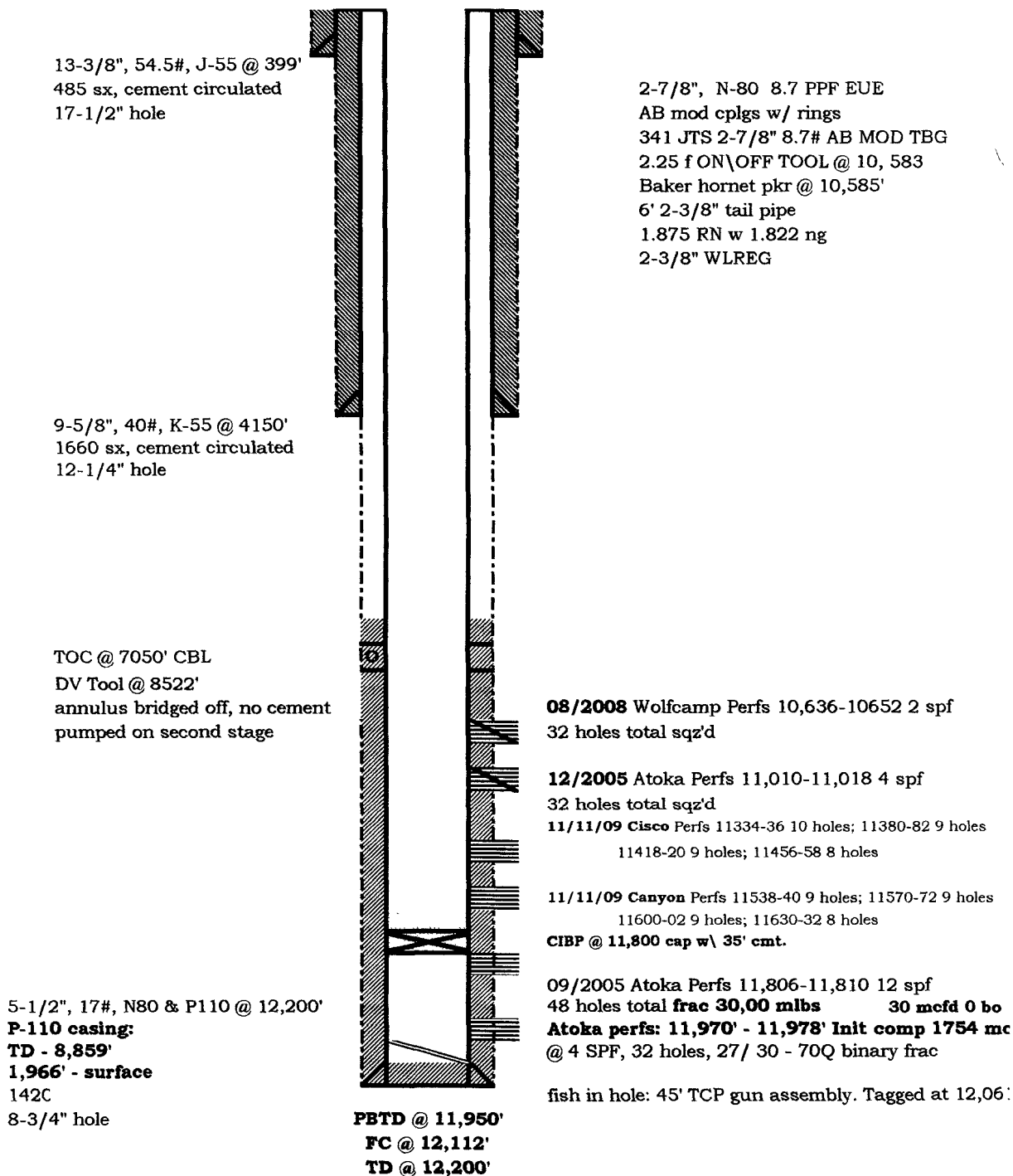
# NADEL AND GUSSMAN PERMIAN

## KYLE 34 Federal #1

660' FNL, 860' FEL, Unit A, Sec 34, 24S, 28E, Eddy County, NM  
API # 30 - 015 - 31311

Elev: 3001', KB = 301

### PROPOSED CISCO CANYON RC 09/29/09



**Kyle Federal #1  
30-015-31311  
Nadel and Gussman Permian LLC  
November 4, 2009  
Conditions of Approval**

- 1. Surface disturbance beyond the existing pad must have prior approval.**
- 2. Closed loop system required.**
- 3. 3M Bop to be NU and tested prior to RIH.**
- 4. Either move CIBP 50' above the Atoka Perfs to 11,756' or do a pressure test prior to bailing cement on the of the CIBP at the proposed depth.**
- 5. Subsequent sundry and completion report required.**

**MAK 110409**