

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
OCD-ARTESIAFORM APPROVED
OMB No 1004-0137
Expires March 31, 2007**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.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.1. Type of Well
☒ Oil Well ☐ Gas Well ☐ Other2. Name of Operator
Nadel and Gussman HEYCO, LLC3a. Address
PO BOX 1936 ~ ROSWELL NM 88202-19363b. Phone No (include area code)
505.623.66014. Location of Well (Footage, Sec., T., R., M., or Survey Description)
330' FSL & 330' FWL, Sec. 3, T18S, R31E5. Lease Serial No
NM-89879

6. If Indian, Allottee or Tribe Name

NOV 16 2009

7. If Unit or C/A Agreement, Name and/or No

NMOCD ARTESIA

8. Well Name and No

Mesquite 3 Federal #4

9. API Well No.

30-015-36439

10. Field and Pool, or Exploratory Area

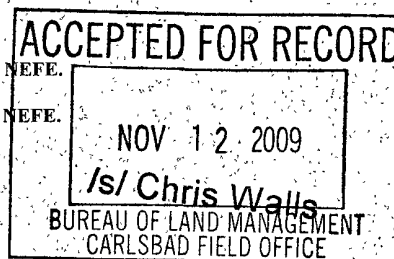
Shugart; Bone Spring North

11. County or Parish, State

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

TYPE OF SUBMISSION	TYPE OF ACTION		
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<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
			<input type="checkbox"/> Water Shut-Off
			<input type="checkbox"/> Well Integrity
			<input checked="" type="checkbox"/> Other Site Security Plat & Final Report

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 recompleat 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 recompleat 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.)

BLM Bond No. NMB00520**Surety Bond NO. B004230****7/24/09 - Spudded Well, 8/23/09 TD 7 7/8" hole @ 9075'****9/03/09-Run CBL-TOC surf****9/05/09-Perforate 8300-8529 0.39" 30 holes. Acidize w/ 2500gal 15% NEFE****9/15/09-Frac 8300-8529 w/ 100,000 gal 30# X-Link w/ 181,125 #'s 16/30 prop.****9/16/09-set bridge plug @8100, Perforate 8016-8032, 0.39", 22 holes. Acidize w/ 1500 gal 15% NEFE.****9/22/09-Frac 8016-8032 w/39,000 gal 30# X-Link w/ 66,866#'s 16/30 prop.****9/23/09-Set bridge plug @7990, Perforate 7874-7926, 0.39", 60 holes. Acidize w/2000 gal 20% NEFE.****9/26/09-Acidize 7874-7926 w/ 5000 gal 20% NEFE.****9/30/09-Drill out bridge plugs @ 7990, and 8100.****10/01/09- RIH w/ production tubing and rod assembly.****10/02/09- Turn well over to production. (see attached Site Security Plat)**

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

Tammy B. LinkTitle **Production Tech**

Signature

Date

10/29/2009**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.

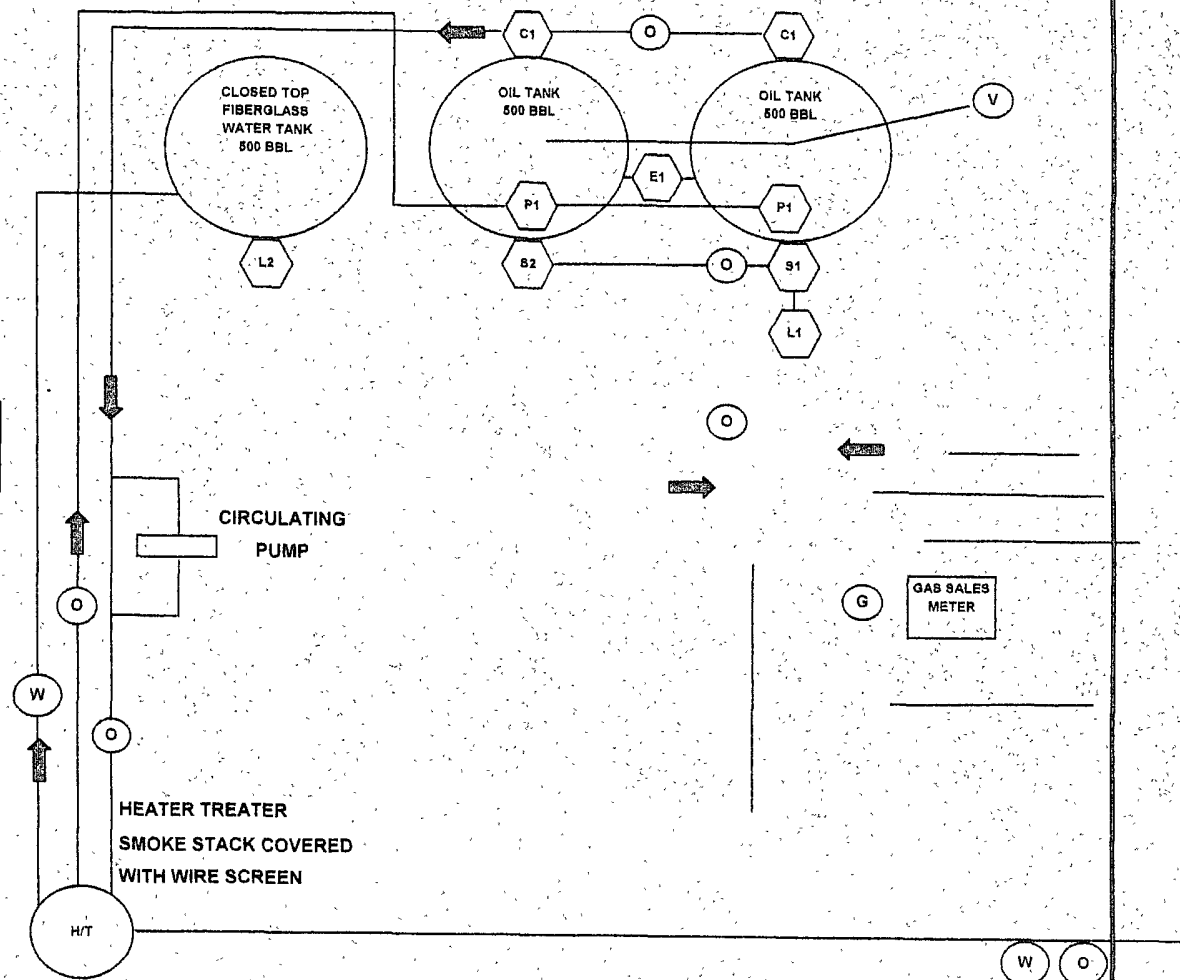
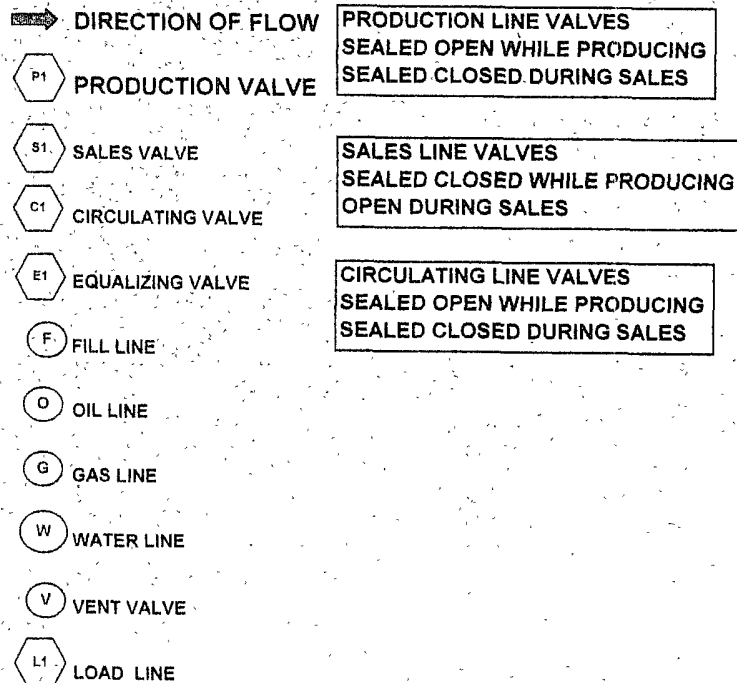
Office

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)

MESQUITE 3 FEDERAL 4
 330' FSL & 330' FWL
 SEC 8, T18S, R31E
 EDDY COUNTY, NM
 LEASE: FEDERAL NMNM89879

THIS LEASE IS SUBJECT TO THE SITE SECURITY PLAN
 FOR SOUTHEAST NEW MEXICO OPERATIONS. THE PLAN
 IS LOCATED AT:
 NADEL AND GUSSMAN HEYCO, LLC
 500 NORTH MAIN SUITE ONE
 ROSWELL, NM



Accepted for Record Purposes.
 Approval Subject to Onsite Inspections.
 Date: 11-10-09

/s/ JD Whitlock Jr