

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 Off Well Gas Well Other

X

2 Name of Operator Nadel and Gussman HEYCO, LLC

3a Address 601 N. Marienfeld, Suite 508
Midland, TX 7970013b Phone No (include area code)
432-682-4429

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)

Unit Letter E: 2310 feet from the North line and 660 feet from the West line of Section 1,
Township 18S, Range 31E

5 Lease Serial No. NAD-10334

6 If Indian, Allottee or Indian Name

7 If Unit or Co. Agreement, Name and No.

8 Well Name and No

Cholla 1 Federal #14

9. API Well No.

30-015-37391

10. Field and Pool, or Exploratory Area
Bone Spring Tamano11 County or Parish, State
Eddy County, NM

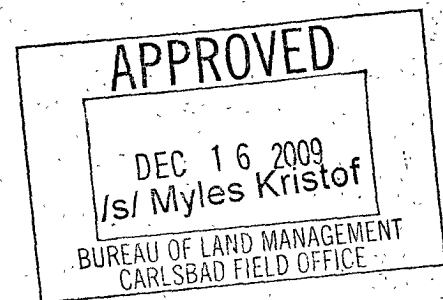
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
X Notice of Intent	Acidize	Deepen	Production (Start/Resume)	Water Shut-Off
	Alter Casing	Fracture Treat	Reclamation	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	
Final Abandonment Notice	X Change Plans	Plug and Abandon	Temporarily Abandon	Other
	Convert to Injection	Plug Back	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 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.)

Variance for intermediate hole size change from 12-1/4" to 11". (8-5/8" casing and cementing volumes will remain the same as on APD. Volumes were calculated for 11" hole. Hole size was accidentally noted as the wrong size.)

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

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

Title Engineer

Signature

Date 12/9/2009

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Ar2ravc~

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.

Title

Date

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)

**Cholla 1 Federal #14
30-015-37391
Nadel & Gussman HEYCO. LLC
December 16, 2009
Conditions of Approval**

The minimum required fill of cement behind the 8-5/8 inch intermediate casing is:

- 1. Cement to surface. If cement does not circulate see a-c below.**
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement.**
 - b. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.**
 - c. If cement falls back, remedial cementing will be done prior to drilling out that string.**

MAK 121609