District I State of New Mexico RECEIVED Form C-104 1625 N. French Dr., Hobbs, NM 88240 Revised October 15, 2009 Energy, Minerals & Natural Reso District II JUL 3 0 2010 appropriate District Office 1301 W. Grand Avenue, Artesia, NM 88210 ENTERED District III Oil Conservation Division This well has been placed in the pool designated below.

This well has been placed in the Hohhe OCD Geologiet.

If you do not concur notify the Hohhe OCD Geologiet. 1000 Rio Brazos Rd., Aztec, NM 87410 ESIA AMENDED REPORT I nis well has been placed in the pool designated below. If you do not concur notify the Hobbs OCD Geologist. District IV 1220 S. St. Francis Dr., Santa Fe. NM 87505 REQUEST FOR ALLOWABI F . 10 TRANSPORT I. 1 Operator name and Address JGRID Number NADEL AND GUSSMAN PERMIAN LLC 155615 601 NORTH MARIENFELD, SUITE 50 ³ Reason for Filing Code/ Effective Date MIDLAND, TEXAS 79701 ⁴ API Number **Pool Name** LOVING; UPPER PEND UNDESIGNATED CISCO 30 - 015 - 35569⁸ Property Name ⁷ Property Code Well Number 36498 **CRONOS FEE** 10 Surface Location Ul or lot no. Section Township Range Lot Idn Feet from the 20 23 Kg 28 8 1950 North Feet from the West County Line 660 **EDDY** 11 Bottom Hole Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County SAME 12 Lse Code 13 Producing Method 15 C-129 Permit Number ¹⁶ C-129 Effective Date **Gas Connection** 17 C-129 Expiration Date P 05/01/2010 III. Oil and Gas Transporters ¹⁸ Transporter ²⁰ O/G/W Transporter Name **OGRID** and Address G TO WARELING ENTERPRISE (4 m + 10円 m + 1 m + IV. Well Completion Data ²³ TD ²⁶ DHC, MC 21 Spud Date 22 Ready Date 24 PBTD 25 Perforations 05/01/10 10,660-10,783 12.650 11,815 ²⁷ Hole Size ²⁸ Casing & Tubing Size ²⁹ Depth Set 30 Sacks Cement REFER TO ORIGINAL C-104 V. Well Test Data 31 Date New Oil 32 Gas Delivery Date 33 Test Date 34 Test Length Tbg. Pressure 36 Csg. Pressure 05/01/2010 07/15/2010 24 HOURS 390 250 38 Oil 37 Choke Size 41 Test Method Gas Water

48 / 64 10 60 **FLOWING** ⁴² I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief. Approved by: Signature: Printed name: DeWISOZ KEM E. McCREADY AUG 1 2 2010 Title: Approval Date: NM OPERATIONS MGR E-mail Address: KEMM@NAGUSS.COM Phone: Date: 07/27/2010

Pa= Loving Morrow, North (645)