Submit 1 Copy To Appropriate District State of New Mexico Form C-103 Revised August 1, 2011 Energy, Minerals and Natural Resources District 1 - (575) 393-6161 WELL API NO. 1625 N French Dr , Hobbs, NM 88240 30 - 015 - 22730 ~ District II - (575) 748-1283 OIL CONSERVATION DIVISION 811 S First St., Artesia, NM 88210 5. Indicate Type of Lease District III - (505) 334-6178 1220 South St. Francis Dr. STATE X / FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe. NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 1220 S St Francis Dr, Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (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 New Mexico State PROPOSALS) 8. Well Number Gas Well Other 1. Type of Well: Oil Well X 2. Name of Operator 9. OGRID Number 155615 🗸 Nadel and Gussman Permian, LLC 10. Pool name or Wildcat 3. Address of Operator Shugart Yates 7R, Queen, GB 601 N. Marienfeld Suite 508, Midland, TX 79701 4. Well Location 1980 line and 1980 feet from the South feet from the West Unit Letter line . Township 19 S Range 31 E **NMPM** County Eddy Section 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3614' (GR) 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK □ PLUG AND ABANDON П REMEDIAL WORK ALTERING CASING □ **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS.□ P AND A PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB DOWNHOLE COMMINGLE OTHER: Request TA Status OTHER: \mathbf{x} 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. 9/1/11: Pressure test csg to 565 psi for 30 minutes, had no leak off. Notified NMOCD to witness test, test was witnessed by Richard Inge. Please see FINAL T/A EXTENSION ----e chart. Date of Last Production SEP 15 2011 Well must be returned to beneficial use or a P/A plan submitted prior to Spud Date: N/A Rig Release Date: N/A I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE Drilling Engineer **SIGNATURE** DATE 9/14/11 Type or print name Chris Marquez E-mail address: __cmarquez@naguss.com PHONE: (432) 682-4429 For State Use Only NAS TITLE COMPLIANCE OFFICER Conditions of Approval (if any):



NADEL and GUSSMAN PERMIAN

New Mexico State #1

1980 FSL, 1980 FWL, Unit K, Sec 2, 19S, 31E, Eddy County, NM API # 30 - 015 - 22730

TD @ 4257'

elev. 3614', KB =3623' Current Status - TA 8-5/8", 24#, K-55 @ 854' 475 sx, cement circulated Well was temporarily abandoned with CIBP and 11" hole cement as shown on Feb 3, 2006. Csg was pressure tested to 500 psi for 30 min. and passed. One joint of tubing is in the well. All other equipment has been pulled. Tops: 740' Anhy-T/ Salt 868' B/ Salt 2348' Yates 2560' 7-R 2814' Queen 3372' Penrose 3835' Grayburg 4040' CIBP set @ 3350', capped w\ 35' cmt. Queen Perfs: 3407'-3456' @ 1 SPF, 30/50 frac Queen Perfs: 3498' - 3870' @ 2 SPF, 4000 gals 15% NEFE Grayburg Perfs: 3899' - 3926' @ 1 SPF, 20/25 frac 4-1/2", 10.5#, K-55 @ 4257' Premier Perfs: 4039' - 4156' 875 sx, TOC @ 500' by calc, 67% @ 2 SPF, 21/23 frac 7-7/8" hole 2-3/8" tubing PBTD @ 4190'