

Submit 1 Copy To Appropriate District  
Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised August 1, 2011

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-015--39250
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-5009
7. Lease Name or Unit Agreement Name CARRINGTON STATE
8. Well Number 7
9. OGRID Number 155615
10. Pool name or Wildcat EMPIRE; GLORIETA-YESO
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3687 GR

SUNDRY NOTICES AND REPORTS ON WELLS (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 PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator NADEL AND GUSSMAN PERMIAN, L.L.C.	
3. Address of Operator 601 NORTH MARIENFELD, SUITE 508, MIDLAND TEXAS 79701	
4. Well Location Unit Letter K 1650 feet from the SOUTH line and 2310 feet from the WEST line Section 12 Township 17S Range 28E NMPM County EDDY	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3687 GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

10/4/2011 SPUDDED WELL WITH PATRIOT RIG 1

10/4/2011 DRILLED TO 333'. RAN 336.32 FT OF 13 3/8" J-55 48# CASING. CEMENTED WITH 300 SACKS CLASS C + 2% CaCl + .25% R-38 DEFOAM (14.8 PPG, 1.35 CUFT/SACK). CIRCULATED 21 SACKS TO PIT. BUMPED PLUG FLOAT HELD WOC 10 5 HRS. CUT OFF CASING. WELD ON WELLHEAD NIPPLE UP BOP. TEST CASING TO 1200 PSI FOR 30 MINS. HELD.

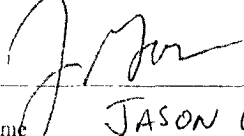

10/7/2011 DRILLED 11" INTERMEDIATE HOLE TO 928FT. RAN 931 FT, 25 JOINTS 8-5/8" 24# J 55 CASING. CEMENTED WITH 120 SACKS TAIL: 14.8 PPG, 1.35CUFT/SACK CLASS C W/ 2% CaCl AND .25% R-38 DEFOAMER. 200 SACKS LEAD: 13.6 PPG, 1.71 CUFT/SACK, W/ 4% BENTONITE, 2% CaCl, AND .25% R-38. CIRCULATED 16 SACKS TO PIT. FLOATS HELD. WOC 3 HOURS CUT OFF CASING, NIPPLE BOP AND TEST TESTED CASING TO 1500 FOR 30 MINUTES, HELD.

10/15/2011 DRILLED 7-7/8" HOLE TO 5263. RAN 127 JOINTS 5 5/8" 17# I-55 TO 5257' PUMPED 650 SACKS CLASS C 50/50 POZ W/ 8% GEL .3% FL, .25% R-38 +5% SALT (11.8 PPG, 2.37 YIELD) TAILED WITH 350 SACKS CLASS C STARBOND, 1.3% FL, +.25% DEFOAM. 14.8 PPG, 1.33 YIELD. CIRCULATED 189 SACKS TO PIT. FLOATS HELD INSTALL AND TEST WELLHEAD.

11/21/2011 TEST FRAC SLEEVE AND 5.5" CASING TO 4,400 PSI FOR 30 MINUTES. HELD

Spud Date. 10/4/2011	Rig Release Date. 10/15/2011
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I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE  TITLE Drilling Engineer DATE 5-16-12  
Type or print name JASON GOSS E-mail address. JGOSS@NAGUSS.COM PHONE 432.682.4429  
For State Use Only  
APPROVED BY  TITLE Dist. II Supervisor DATE 05/31/2012  
Conditions of Approval (if any):