

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007**S**

SECONDARY 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.

Month - Year

MAY 14 2007

5. Lease Serial No. NM100524

Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

7. If Unit or CA/Agreement, Name and/or No.

1. Type of Well Off Well Gas Well Other

X

8. Well Name and No.

2. Name of Operator Nadel and Gussman Permian, LLC

Manco Federal #1

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

9. API Well No.

30-015-35553

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

Unit Letter D: 660 feet from the North line and 1240 feet from the West line of Section 26,
Township 21S, Range 21E10. Field and Pool, or Exploratory Area
Wildcat (Morrow),
Little Box Canyon (Upper Penn)11. 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
	Casing Repair	New Construction	Recomplete	
	Change Plans	Plug and Abandon	Temporarily Abandon	X Other: Contingency String
	Convert to Injection	Plug Back	Water Disposal	
Subsequent Report				
Final Abandonment Notice				

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.)


We would like to set our 20" conductor as deep as possible (40' to 120') and cement it back to surface with Redi-Mix. Then drill a 12-1/4" hole section from the conductor down to 1550', set 9-5/8" casing at that depth and then cement it back to surface (as per the APD). However, in the event that unstable hole conditions are encountered in the first 400', we would like to have the contingency of opening the hole up to 17-1/2" and running 13-3/8" casing to 400'. Then cement it back to surface before proceeding with the 12-1/4" hole to 1550'.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) Terry West

Title Engineer

Signature



Date 5/3/2007

APPROVED

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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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

Office

Date

MAY 8 2007


WESLEY W. INGRAM
PETROLEUM ENGINEER

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)