

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**JUN 19 2007**

2. Name of Operator Nadel and Gussman Permian, LLC

OCD-ARTESIA3a 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 N: 660 feet from the South line and 2160 feet from the West line of Section 12,
Township 21S, Range 21E

5. Lease Serial No. NM886

6 If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Major Gant Federal #1

9. API Well No.

30-015-35415

10. Field and Pool, or Exploratory Area

Little Box Canyon (Morrow)

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			
<input checked="" type="checkbox"/> Notice of Intent	Acidize	Deepen	Production (Start/Resume)	Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	Alter Casing	Fracture Treat	Reclamation	Well Integrity
Final Abandonment Notice	Casing Repair	New Construction	Recomplete	
	Change Plans	Plug and Abandon	Temporarily Abandon	<input checked="" type="checkbox"/> Other: Run and Cement Intermediate Casing
	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.)

4/12/07 Air drilled to 1805'. Circulated hole clean and TOH. Started running 1800' of 9-5/8" casing (47 joints of 36#/J-55/LTC).

4/13/07 Finished RIH w/ casing. Pump 300 bbls fresh water w/ no returns. Pumped 36 bbl gel spacer, 15 bbls FW, 305 bbls 35/65 Poz/C (12.4 ppg), 110 bbls Class C (14.8 ppg) and displaced with 124 bbls FW. Bumped plug and floats held. No returns to surface. Notified BLM (Clark Bennett). Ran temp survey which showed temp spike @ 450'. Tagged top of cement inside casing at 1,632'. Informed BLM (Clark Bennett). RIH between 13-3/8" and 9-5/8" casing w/ 1" pipe, tagged @ 956' and began cementing under the supervision and approval of the BLM (Clark Bennett). Pumped plug #1 (25 sx class C), WOC 3 hrs, tagged at 935'. Pumped plug #2 (25 sx class C), WOC 3.5 hrs, tagged at 935'. Pumped plug #3 (25 sx class C).

4/14/07 WOC for 3 hrs, tagged at 882'. Continued 1" cementing under BLM rig site supervision/approval (Clark Bennett) and BLM engineer on call (Wesley Ingram). Pumped plug #4 (25 sx class C), WOC 3 hrs, tagged at 882'. Pumped plug #5 (25 sx class C), WOC 3.5 hrs, worked 20 gallons of pea gravel down hole, tagged at 882'. Pumped plug #6 (25 sx class C), WOC 3 hrs, tagged at 882'. Pumped plug #7 (25 sx class C), WOC 3.5 hrs, tagged at 882'. Pumped plug #8 (50 sx class C), WOC 4 hrs, tagged at 853'. Pumped plug #9 (50 sx class C), WOC 4 hrs.

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

Name (Printed/Typed) Terry West

Title Engineer

Signature

Date 4/20/2007

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

JUN 18 2007

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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

Date

Office

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD 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)

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Continued from Page 1 of 3:

4/15/07 Tagged at 843'. BLM representative Clark Bennett approved using more pea gravel. Pumped plug #10 (50 sx class C), WOC 3 hrs, dropped 20 gallons pea gravel down hole, tagged at 435' and worked down to 615'. Pumped plug #11 (25 sx RFC-A cement), WOC 2 hrs, tagged at 545'. Pumped plug #12 (25 sx RFC-A cement), WOC 2 hrs, tagged at 465'. Pumped plug #13 (25 sx RFC-A cement), WOC 2 hrs, tagged at 546'. Pumped plug #14 (25 sx RFC-A cement), WOC 3.5 hrs, tagged at 546'. Pumped plug #15 (50 sx Class C), WOC 3 hrs.

4/16/07 Tagged at 548'. Dumped 20 gallons pea gravel. Tagged at 548'. Pumped plug #16 (25 sx Class C), WOC 3 hrs, dumped 20 gallons pea gravel, tagged at 536'. BLM personnel on location, Engineer Wesley Ingram and Field Supervisor Kent Caffall, approved use of more than 20 gallons of pea gravel at a time. 2 other BLM personnel were also on location, Richard & Cheryl. Dumped 55 gallons pea gravel. Tagged at 536'. Dumped 110 gallons pea gravel. Tagged at 534'. Dumped 110 gallons pea gravel. Tagged at 505'. Pumped plug #17 (13 sx RFC-A cement), WOC 1 hrs, tagged at 505'. Dumped 110 gallons pea gravel. Tagged at 480'. Pumped plug #18 (12 sx RFC-A cement), WOC 2 hrs, tagged at 480'. Dumped 165 gallons pea gravel. Tagged at 432'. Pumped plug #19 (75 sx Class C), WOC 3.5 hrs.

Page 2 of 3

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Title Engineer

Signature

Date 4/20/2007

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