

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
811 S. 1st St
Artesia, NM 88210-2834

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

CISF

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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-2824
2. Name of Operator Nadel and Gussman Permian, L.L.C.		6. If Indian, Allottee or Tribe Name
3a. Address 601 N. Marienfeld, Suite 508 Midland, TX 79701	3b. Phone No. (include area code) 915/682-4429	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 660' FSL & 660' FEL of Sec. 27-13S-29E		8. Well Name and No. Stevens Federal #4
		9. API Well No. 30-005-61015
		10. Field and Pool, or Exploratory Area Chaves UND Group 6
		11. County or Parish, State Chaves Co., NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

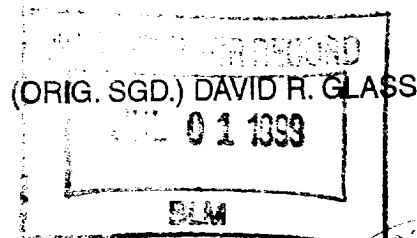
TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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 recompleat 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.)

Plan to return well to production week of 6/21/99.

Proposed operations:

1. Install engine on pumping unit
2. Lay flowline
3. Install wellhead fittings
4. Install heater dump valves
5. Attempt to return well to production



NOTE: Well was SI due to low oil price and stolen facilities/parts

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Joel Martin

Title

Engineering Manager

Signature

Joel Martin

Date

6/17/99

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

Office

Title 18 U.S.C. Section 1001, makes 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 reverse)

Approval Subject To Well Being Placed On Production.

☒ Certified Mail - Return
Receipt Requested
P 382 821 567

☐ Hand Delivered Received
by

**UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**

NOTICE OF INCIDENTS OF NONCOMPLIANCE

Identification	
IID	NMNM2824*NGP
Lease	NMNM2824
CA	
Unit	
PA	

Bureau of Land Management Office ROSWELL FIELD OFFICE		Operator NADEL & GUSSMAN PERMIAN LLC	
Address 2909 W. SECOND ST. ROSWELL NM 88201		Address 3200 FIRST NATIONAL TOWER TULSA OK	
Telephone 505.627.0272		Attention NADEL & GUSSMAN PERMIAN LLC	
Inspector Stan Mayo		Attn Addr 3200 FIRST NATIONAL TOWER TULSA OK	
Site Name	Well or Facility L	Township 13S	Range 29E
		Meridian NMP	Section 27
			1/4 1/4 SESE

THE FOLLOWING VIOLATION WAS FOUND BY BUREAU OF LAND MANAGEMENT INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE

Date	Time (24 - hour clock)	Violation	Gravity of Violation
05/04/1999	14:42	43 CFR 3162.3-4(c)	MINOR
Corrective Action To Be Completed By	Date Corrected	Assessment for Noncompliance	Assessment Reference
06/11/1999			43 CFR 3163.1()

Remarks NO WELL MAY BE TEMPORARILY ABANDONED(TA)/SHUT-IN FOR MORE THAN 30 DAYS WITHOUT THE PRIOR APPROVAL OF THE AUTHORIZED OFFICER. THIS OFFICE DOES NOT HAVE AN APPROVED APPLICATION FOR THE ABOVE WELL TO BE IN A TA/SHUT-IN STATUS ON FILE. THE APPLICATION SHALL INCLUDE THE LAST DATE THE WELL WAS ACTIVE, THE REASON THE WELL IS NOT IN AN ACTIVE STATUS, AND THE FUTURE PLANS FOR THE WELL.

When violation is corrected, sign this notice and return to above address.

Company Representative Title Joel Martin-Engineering Mgr. Signature *Joel Martin* Date 6/17/99

Company Comments See attached form 3160-5.

WARNING

Incidents of Noncompliance correction and reporting timeframes begin upon receipt of this Notice or 7 business days after the date it is mailed, whichever is earlier. Each violation must be corrected within the prescribed time from receipt of this Notice and reported to the Bureau of Land Management office at the address shown above. Please note that you already may have been assessed for noncompliance (see amount under "Assessment for Noncompliance"). If you do not comply as noted above under "Corrective Action To Be Completed By" you may incur an additional assessment under (43 CFR 3163.1) and may also incur Civil Penalties (43 CFR 3163.2). All self-certified corrections must be postmarked no later than the next business day after the prescribed time for correction.

Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits, false, inaccurate, or misleading reports, notices, affidavits, record, data, or other written information required by this part shall be liable for a civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.

REVIEW AND APPEAL RIGHTS

A person contesting a violation shall request a State Director review of the Incidents of Noncompliance. This request must be filed within 20 working days of receipt of the Incidents of Noncompliance with the appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Lands Appeals, 4015 Wilson Blvd., Arlington VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Signature of Bureau of Land Management Authorized Officer <i>Stan Mayo</i>	Date 5-5-99	Time 0709
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FOR OFFICE USE ONLY			
Number 53	Date	Assessment	Penalty
Type of Inspection PI			Termination