

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

WELL API NO 30-025-21687
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No
7. Lease Name or Unit Agreement Name NEW MEXICO DB STATE
8. Well Number 1#
9. OGRID Number 155615
10. Pool name or Wildcat FIELD OSUDD, APOKA (Gas)

RECEIVED

OCT 06 2011

HOBBSD

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 ☒ Gas Well ☐ Other ☐
2. Name of Operator **NADEL & GUSMAN PERMAIN LLC**
3. Address of Operator **601 NORTH MARBLEFIELD SUITE 508 MIDLAND, TX 79701**
4. Well Location
Unit Letter **B** **710'** feet from the **N** **1980'** line and **1980'** feet from the **E** line
Section **25** Township **20S** Range **35E** NMPM County **LEA**

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☒ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER ☐

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.

- ① Rig up 10-6-11 EUNKE well SER HAND DOWN ROCKS + TUBING
- ② GET W/W.L. TO 4161' TAG CIBP + Dump BARE 35' CMT ON TOP OF CIBP 4161' COON
- ③ GET W/CIBP ON W.L. TO 4030' ABOVE PEEPS + SET CIBP AT 4030' COON W/W.L.
- ④ GET W/W.L. + Dump BARE 35' of CMT ON TOP OF CIBP COON W/W.L.
- ⑤ GET W/TUBING TO TOP OF CMT AT 3995' + CIR. W/PR FLUID BACK TO SURFACE
- ⑥ Run Chart on CASING 532 PSI for 32 min

See Attached Copies

Condition of Approval : Notify OCD Hobbs
office 24 hours prior to running MIT Test & Chart

Spud Date

Rig Release Date.

I hereby certify that the information above is true and complete to the best of my knowledge and belief

SIGNATURE Ronald L. Wallace TITLE CONSULTANT DATE 10-6-11
Type or print name RONALD L. WALLACE E-mail address Ron.Wallace 48@yahoo.com PHONE 575-390-0303
For State Use Only

APPROVED BY [Signature] TITLE Staff mgr DATE 10-6-2011
Conditions of Approval (if any):

MIRU - POH w/ Adequap —

#1 for all sales.

4. GIH and set 8 5/8" CIBP at 4030' (plug must be set within 100' of top perf. Top perf is at 4087'). Dump bail 35' of cement on top of plug.
5. Notify Hobbs District office of NM OCD of intent to pressure test casing for 30 min. at 500 psi. With new OCD guidelines, you must get in touch with someone and schedule the visit so they can witness the pressure test. Leaving a message is not sufficient.
6. With OCD on location to witness, test casing to 500 psi for 30 min.
7. Document test on morning report, including name of OCD rep. Keep a copy of pressure chart, and give OCD original. Send a copy of pressure chart to Midland office.
8. Send in Sundry notice documenting that the well is TA'd.

Mandi, pls put a copy of this email and the attached sketch in the well file.

Thx, Joel

Nadel & Gussman Permian, L.L.C.

LEASE New Mexico DB State WELL NO 1
 FIELD Osudo COUNTY Lea
 LOCATION 710' FNL, 1980' FEL LEGAL Sec. 25-20s-35e
 SPUD DATE: Nov-65 DRAWN BY: McCready
 DATE: 3/1/2010

API #: 30-025-21687
 STATE: New Mexico
 GL:
 DF:
 KB:

New Mexico DB State Well No. 1

1

AFTER PLUG BACK WORKOVER TO YATES/7 RIVERS/QUEEN

