

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

Form C-103
 Revised July 18, 2013

APR 23 2014

RECEIVED

WELL API NO. 30-005-29208
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-1521
7. Lease Name or Unit Agreement Name SOUTH TOBAC STATE UNIT
8. Well Number 2
9. OGRID Number 155615
10. Pool name or Wildcat CHAVEROO SAN ANDRES (CHAVES)

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 AND GUSSMAN PERMIAN, L.L.C.

3. Address of Operator
601 NORTH MARIENFELD, SUITE 508, MIDLAND, TX 79701

4. Well Location
 Unit Letter A : 350 feet from the NORTH line and 1292 feet from the EAST line
 Section 29 Township 8S Range 33E NMPM CHAVES County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4396' GL

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 type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: COMPLETION <input checked="" 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.

12/17/2013 - RU PUMP TRUCK. TEST 5.5" CASING TO 2,000 PSI, HELD OK. RUN CBL FROM 4,442' TO SURFACE. TOC AT 20'

1/7/2014 - RU WIRELINE, RIH W/3 1/8" PERF GUN, PERFORATE SAN ANDRES 4292'-4312', 2 SPF, 0.42" HOLES, 41 SHOTS TOTAL, PU AND TIH W/ 2 7/8" TBG, AND WEATHERFORD ARROWSET 1X PACKER

1/8/2014 - SPOT 10 BBLS 15% NEFE HCL ACID ACROSS SAN ANDRES PERFS (4292'-4312'). LD 1 JT TBG ACIDIZE W/4000 GAL 15% NEFE HCL ACID DROPPING 25 BALL SEALERS, SLIGHT BALL ACTION

1/8/2014 - 1/14/2014 - SWAB TEST WELL

2/11/2014 - RUN PRODUCTION TUBING AND RODS. TUBING AT 4320'. WELL ON PRODUCTION

Spud Date: 11.14.2013

Rig Release Date: 11.22.2013

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

SIGNATURE *Sarah Presley* TITLE REGULATORY ANALYST DATE 4.16.2014
 Type or print name SARAH PRESLEY E-mail address: SPRESLEY@NAGUSS.COM PHONE: (432) 682-4429

For State Use Only
 APPROVED BY: *[Signature]* TITLE Petroleum Engineer DATE 06/02/14
 Conditions of Approval (if any):

JUN 02 2014