

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

HOBBS OCD

OIL CONSERVATION DIVISION

JUL 14 2014
220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED

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.)		WELL API NO. 30-025-29766
1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐		5. Indicate Type of Lease STATE ☒ FEE ☐
2. Name of Operator NADEL AND GUSSMAN PERMIAN, LLC		6. State Oil & Gas Lease No. 16865
3. Address of Operator 601 N. MARIENFELD, SUITE 508, MIDLAND, TEXAS 79701		7. Lease Name or Unit Agreement Name TONTO 14 STATE
4. Well Location Unit Letter; E ; 1980 feet from the NORTH line and 660 feet from the WEST line Section 14 Township 18S Range 34E NMPM LEA County		8. Well Number 003
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4,020' - GR		9. OGRID Number 155615
10. Pool name or Wildcat AIRSTRIP, N.; BONE SPRING		

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 ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐

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) TAG EXISTING 5-1/2" CIBP + CMT. @ +/-8,620'; CIRC. WELL W/ PXA MUD.
- 2) PERF. X ATTEMPT TO SQZ. 50 SXS. CMT. @ 6,880'-6,720' (T/B.S.).
- 3) PERF. X ATTEMPT TO SQZ. 45 SXS. CMT. @ 5,825'-5,675' (T/DLWR.).
- 4) CUT X PULL 5-1/2" CSG. @ +/-3,390'.
- 5) PUMP 65 SXS. CMT. @ 3,455'-3,325' (5-1/2" CSG.STUB, 9-5/8" CSG.SHOE); WOC X TAG CMT. PLUG.
- 6) PUMP 60 SXS. CMT. @ 3,145'-3,015' (B/SALT); WOC X TAG CMT. PLUG.
- 7) PUMP 90 SXS. CMT. @ 1,960'-1,750' (T/SALT, T/ANHY.); WOC X TAG CMT. PLUG.
- 8) PUMP 45 SXS. CMT. @ 450'-350' (13-3/8" CSG.SHOE); WOC X TAG CMT. PLUG.
- 9) MIX X CIRC. TO SURF. 25 SXS. CMT. @ 63'-3.
- 10) DIG OUT X CUT OFF WELLHEAD 3' B.G.L.; WELD ON STEEL PLATE TO CSGS. X INSTALL DRY HOLE MARKER.

DURING THIS PROCEDURE WE PLAN TO USE THE CLOSED-LOOP SYSTEM W/ A STEEL TANK AND HAUL CONTENTS TO THE REQUIRED DISPOSAL, PER OCD RULE 19.15.17.

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

David A. Eyler

TITLE: AGENT

DATE: 07/12/14

Type or print name: DAVID A. EYLER

E-mail address: DEYLER@MILAGRO-RES.COM

PHONE: 432.687.3033

For State Use Only

APPROVED BY:

Mary Brown

TITLE

Dist. Supervisor

DATE

7/15/2014

Conditions of Approval (if any):

JUL 16 2014

NADEL AND GUSSMAN PERMIAN

Tonto 14 State #3

1980' FNL, 660' FWL, Unit E, Sec 14, T-18-S, R-34-E, Lea County, NM

API # 30 - 025 - 29766

Elev: 4020' GL, KB = NA

Current Status - SI

13-3/8", 61#, K-55 @ 400'
400 sx, cement circulated
17-1/2" hole

9-5/8", 47 & 36#, P110, S95, J55 @ 3400',
1200 sx, cement circulated **3390'**
12-1/4" hole

500 sx, TOC @ 7520' by TS

5-1/2", 15.5#, K55/N80 @ 10,150'
500 sx,
7-7/8" hole

Bone Springs Perfs:

8696, 8700 02,07,10,14,19,21,24 1 JSPF

8726,34,36,47,54,56,59,66,70 1 JSPF

CIBP @ 9,220'

Bone Springs Perfs:

9322-9341 4 JSPF

9341-9354 4 JSPF

CIBP @ 9,885'

Bone Springs Perfs:

9516-9540 4 JSPF

9735-9734 4 JSPF

CIBP @ 9,885'

CIBP @ 10,015'

PBTD @ 9885'

TD @ 10150'

RTM

4/14/2004

NADEL AND GUSSMAN PERMIAN

Tonto 14 State #3

1980' FNL, 660' FWL, Unit E, Sec 14, T-18-S, R-34-E, Lea County, NM

API # 30 - 025 - 29766

Elev: 4020' GL, KB = NA

Proposed

13-3/8", 61#, K-55 @ 400'
400 sx, cement circulated
17-1/2" hole

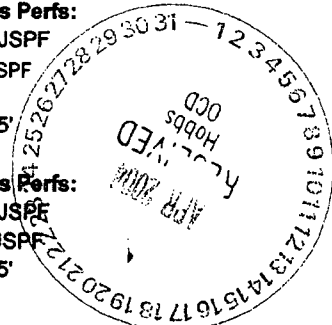
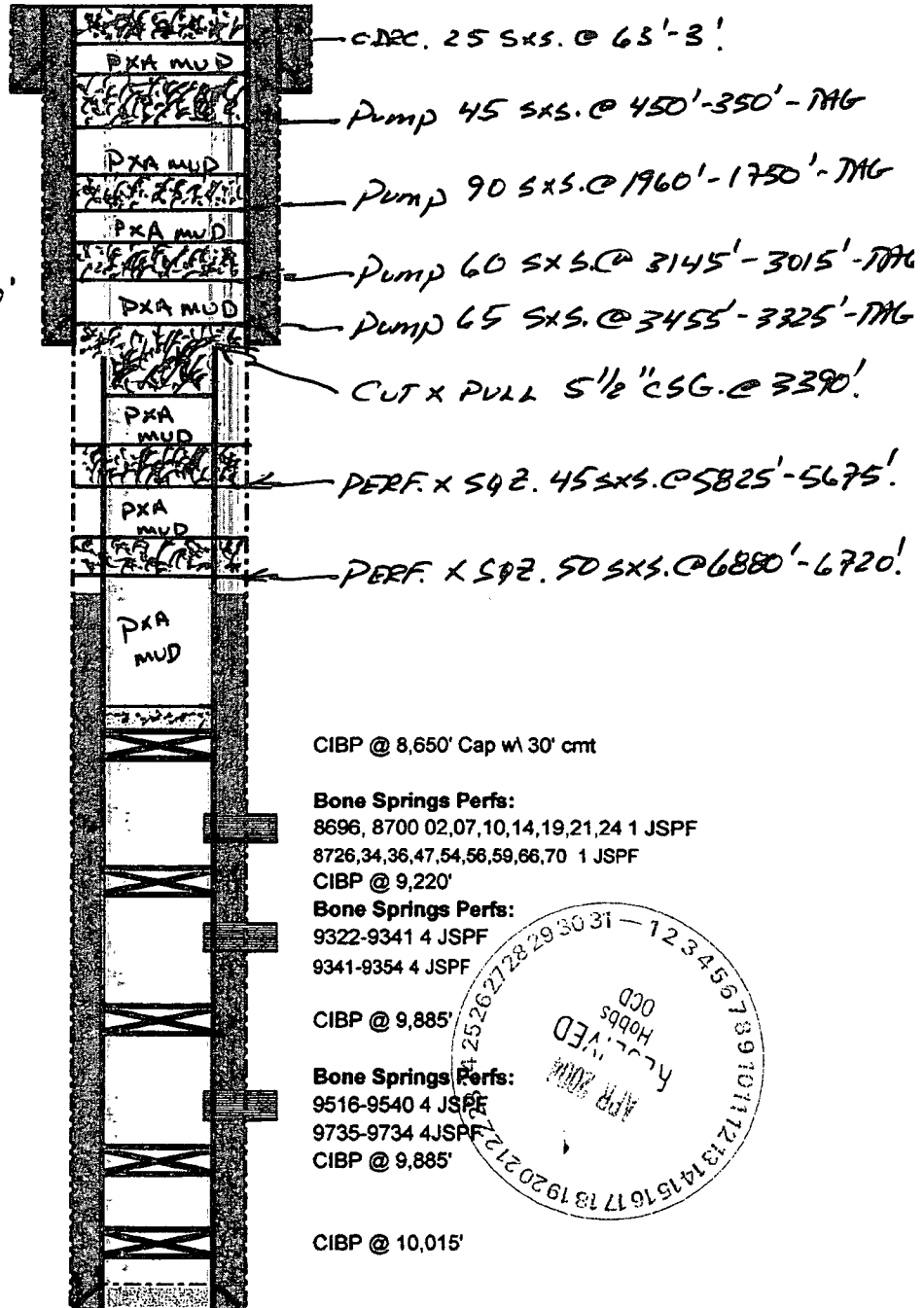
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500 sx,
7-7/8" hole

PBTD @ 9885'

TD @ 10150'



DAE 07/12/14