

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

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.

5. Lease Serial No.
NMNM 12413A

6. If Indian, Allottee or Tribe Name
N/A

SUBMIT IN TRIPLICATE - Other instructions on page 2.

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

1. Type of Well
 Oil Well Gas Well Other

MAR 16 2015

8. Well Name and No.
SUN MCKAY FEDERAL #3H

2. Name of Operator
NADEL AND GUSSMAN PERMIAN, LLC

RECEIVED

9. API Well No.
30-025-41927

3a. Address
601 N. MARIENFELD, SUITE 508
MIDLAND, TX 79707

3b. Phone No. (include area code)
(432) 682-4429

10. Field and Pool or Exploratory Area
LUSK; BONE SPRING

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
330' FSL, 1980' FWL, SECTION 10, T-19-S, R-32-E

11. County or Parish, State
LEA COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input checked="" 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 checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	PROD. CASING
	<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 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

SPUD: 7/12/2014

8/12/2014 - PRODUCTION CASING - DRILL 8.75" HOLE TO 13,860'. RUN 13,860' OF 5-1/2" 17# P-110 CDC CASING. CEMENT WITH LEAD 1,290 SACKS CLASS H 50/50 POZ, 11.8 PPG, 2.39 YIELD. TAIL WITH 700 SACKS CLASS H 100% CaCO₃, 15.0 PPG, 2.60 YIELD. DISPLACED WITH 23.8 BBLS 10% ACETIC ACID FOLLOWED BY 316 BBLS WATER. BUMP PLUG WITH 3400 PSI, FULL RETURNS DURING JOB. FLOATS HELD. CIRCULATED 117 SACKS TO SURFACE.

9/15/2014 - TEST CASING TO 1500 PSI FOR 30 MINS. HELD OK.

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

SARAH PRESLEY

Title REGULATORY ANALYST

Signature

Sarah Presley

Date 10/14/2014

ACCEPTED FOR RECORD

MAR 11 2015

D. Ham
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

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

KCB

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)

MAR 26 2015 *am*