

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

WELL API NO. 30-025-37995
7. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
7. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Euro State
8. Well Number 1
9. OGRID Number 155615
10. Pool name or Wildcat Vacuum (Grayburg San Andres)

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
2. Name of Operator Nadel and Gussman Permian, LLC
3. Address of Operator 601 N. Marienfeld, Suite 508 Midland, TX 79701
4. Well Location Unit Letter <u>M</u> : <u>990</u> feet from the <u>S</u> line and <u>990</u> feet from the <u>W</u> line Section <u>5</u> Township <u>17S</u> Range <u>34E</u> NMPM County <u>Lea</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4114'

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Reserve Depth to Groundwater >50' but <100' Distance from nearest fresh water well >200' Distance from nearest surface water >200' but <1000'

Pit Liner Thickness: 20 mil Below-Grade Tank: Volume bbls; Construction Material

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 ☐

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Nadel and Gussman Permian, LLC proposes to change the production casing and hole size on the Euro State #1 as follows:

Hole Size	Casing Size	Weight/Ft	Depth	Sx of Cmt	Est. TOC
7-7/8"	5-1/2"	15.5#	5250'	900	1500'

Note that no change is proposed on the surface casing size and setting depth. 13-3/8" casing will still be set at 400' and cement will be circulated to surface.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE General Manager DATE 7/21/06

Type or print name Scott Germann E-mail address: scottg@naguss.com Telephone No. (432) 682-4429

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER

Conditions of Approval (if any):

AUG 4 2006