

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTNew Mexico Oil Conservation Division, District I
1625 N. French Drive
Hobbs, NM 88240FORM APPROVED
OMB No. 1004-0135
Expires: January 31, 2004**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.**SUBMIT IN TRIPLICATE - Other instructions on reverse side**

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

Nadel and Gussman Permian L.L.C.

3a. Address

601 N. Marienfeld, Suite 508, Midland, Texas 79701

3b. Phone No. (include area code)

432-682-4429

4. Location of Well (Footage, Sec., T. R., M., or Survey Description)

Unit Letter B 760 FNL, 1775 FEL

Section 29, Township 15S, Range 30E NMPM

5. Lease Serial No.

NM-0338A

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

Perry Federal #5

9. API Well No.

30-005-21129-00-00

10. Field and Pool, or Exploratory Area

Little Lucky Lake

11. County or Parish, State

Chaves

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

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent☒ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat☐ New Construction☒ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☐ Other _____

3. 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 recompleat 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

1/25/07 MIRU contact BLM Paul Swartz

1/26/07 Circ well w/ 10# MLF containing 12.5 ppb salt gel.

1/27/07 Spot 35 sx plug from 2677 to 3000' Tag @ 2677' Perf 2 sqz holes @ 1464'. Spot 35 sxs plug from 1364 to 1464 and sqz 5 sxs into annulus. Witnessed by Paul Swartz

1/28/07 Tag cmt @ 1061'. Perf 2 sqz holes @ 475' Set cmt ret @ 341' circ 75 sxs of cmt to surf. sting out and toh. TIH to 60' and swab well down. Nd bop and pump 60' surf plug. Paul Swartz witnessed job.

1/30/07 Dig out cellar and open interned valve. Had approx 300 psi on annulus bled down. Check depth of cmt and found it 8' down. Contact BLM

1/31/07 MI pump truck and try to pump into 9-5/8" x 5-1/2" annulus Press to 2000 psi w/ 1/2 bbl pumped. Could not est injection rate. RDMO pump truck. Leave valve open. Paul Swartz witnessed job

2/02/07 Cut wellhead off, weld plate over 8-5/8" x 5-1/2" annulus w/ a 2" valve on plate. Weld plate over surf csg. w/ dry hole marker.

All cmt plug mixed class C @ 14.8 ppg 1.32 cu ft \ sx.

APPROVED AS TO PLUGGING OF THIS
WELL CORE. LIABILITY UNDER BOND
IS RETAINED UNTIL SURFACE RESTORATION
IS COMPLETED

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

K. E. McCready

Title Operations Engineer

Signature

K. E. McCready

Date 02/02/07

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (Signature)

/S/ DAVID R. GLASS

Name

(Printed/Typed)

Title

PETROLEUM ENGINEER

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

Date

FEB 06 2007

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.

(Continued on next page)

GWW

NADEL and GUSSMAN PERMIAN

PEERY FEDERAL #5

760' FNL, 1775' FEL, Unit B, Sec 29, 15S, 30E, Chaves County NM

API # 30 - 005 - 21129

Permant Abandonment

elev: 3982', KB= 4008'

13-3/4", 48#, WC-40 @ 428'
450 sx, circulated
17-1/2" hole
B/Salt

8-5/8", 24&32#, J-55 @ 2950'
900 sx, cement circulated
11" hole

DV tool @ 4001'
450 sx, TOC @ 2096' by CBL

Packer stage tool @ 10,429'
1600 sx, TOC @ 4810' by CBL

5-1/2", 17#, N80/S95 @ 12,230'
675 sx, TOC @ 10,429' by CBL
7-7/8" hole

TD @ 12,230'

Fill casing w/ 60 sx to surf.
cmt ret @ 341'
Sqz Perfs @ 475
Circ 75 sx through annulus
35 sx plug from 1061' to 1400'
Sqz perfs @ 1464'

35 sx across intermediate shoe
2677'-3000' tagged
CIBP @ 3535' w/ 35' cement
San Andres perms: 3552' - 3578'
@ 4 spf, 40/150 frac
CIBP @ 4000' w/ 35' cement

CIBP @ 7700' w/ 35 sx

CIBP @ 9850' w/ 35 sx

Morrow perfs: 9904' - 10,030'
@ 4 spf

Squeeze perfs @ 10,155'

CIBP @ 11,130' W/ 35' CEMENT
Devonian perms: 11,150' - 11,155'

@ 4 spf

CIBP @ 12,060' w/ 35' cement
Ellenberger Perfs: 12,110 - 12,134'.
@ 4 spf