

RECEIVED

JUL 13 2009

HOBBSONUNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT**OCD-HOBBS**FORM APPROVED
OMB No 1004-0137
Expires: March 31, 2007**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 ☐ Other2. Name of Operator **NADEL AND GUSSMAN HEYCO, LLC**3a. Address
PO BOX 1936 ~ ROSWELL, NM 88202-19363b. Phone No. (include area code)
505/623/6601

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

**Unit D, Sec. 10: T18S, R32E
100' FNL & 310' FWL****Unit-D**5. Lease Serial No
NM-14789-A

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No
YOUNG DEEP UNIT #259. API Well No
30-025-3317310. Field and Pool, or Exploratory Area
YOUNG BONE SPRING, N.11. County or Parish, State
Lea, New Mexico**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input checked="" type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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 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 recompleat 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.)

BLM Bond No. NMB000520/Surety Bond No. B004230

Current perforations: Bonespring 8867-8927

Set CIBP @ 8825

Perforate upper Bone spring sand 8639-8728. Acidize with 1500 gal 15% NEFE and test. If get show, perform frac with approximately 180,000#s of prop and test.

Set CIBP at +/- 8500 and perforate Bone spring carbonate 8375-8385, acidize with 1000 gal 20% NEFE and test. If get show, perform larger 20% NEFE acid job and test.

After all initial testing is complete, we will drill out both CIBP's and produce all three zones together.

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

Tammy R. LinkTitle **Production Tech**

Signature

Date

06/26/2009**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

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.

Title **PETROLEUM ENGINEER**

Office

APPROVED**JUL 8 2009**Date **WESLEY W. INGRAM**
PETROLEUM ENGINEER

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)

JUL 14 2009