

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED

OCT 07 2009

HOBBSOCD

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. 30-025-31803 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> ✓
6. State Oil & Gas Lease No. 1-6691
7. Lease Name or Unit Agreement Name STATE HH DELAWARE ✓
8. Well Number 2 ✓
9. OGRID Number 155615 ✓
10. Pool name or Wildcat GERONIMO (DELAWARE) ✓

<p>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.)</p>	
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>A</u> : <u>660</u> feet from the <u>NORTH</u> line and <u>660</u> feet from the <u>EAST</u> line Section <u>36</u> Township <u>19 S</u> Range <u>32 E</u> NMPM LEA County ✓	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3372.7 GL	

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: RETURN TO PRODUCTION ☒

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.

IN REPLY TO LOV DATED 08/05/09 INSPECTION NOTICE Ijrh0921037829

09/21/09 miru on well

09/22-09/23/09 Pull rods and tbgr rerun tbgr, rods and new pump

09/24/09 Put well on pump

09/28 0 oil 0 gas 138bw; 09/29 0 bo, 0 mcf, 105 bw; 09/30/09 0 oil 0 gas 96 bw; 10/01/09 8 bo, 0 mcf, 187 bw;

10/02/09 8 bo, 0 mcf, 146 bw ; 10/03/09 8 bo, 0 mcf, 146 bw; 10/04/09 6 bo, 0 mcf, 105 bw; 10/05/09 3 bo, 0 mcf, 116 bw

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 Kem E. McCready TITLE NM Operations Mgr DATE 10/06/09Type or print name Kem McCready E-mail address: kemm@naguss.com PHONE: 432-682-4429

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE OCT 19 2009

Conditions of Approval (if any):