

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

87505

RECEIVED
DEC 17 2009
HOBBSOCD

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-005-29108

5. Indicate Type of Lease

STATE ☒FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Mohawk State

8. Well Number 001

9. OGRID Number 155615

10. Pool name or Wildcat

Wildcat, Morrow

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 ☐ Gas Well ☒ Other

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 _____ P _____ 660 feet from the _____ South _____ line and _____ 660 feet from the _____ East _____ line

Section 20 Township 8S Range 33E NMPM County Chaves

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

4389'

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 ☐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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

12/10/09: Drilled 8-3/4" hole to TD at 10,975'.

12/11/09: Condition mud and logged.

12/12/09: Make clean out run and LD drill string.

12/13/09: Ran 293 jts of 5-1/2" / 20# / L-*0 / LTC casing to 10,975'. Cemented to DV Tool @ 7215' with 510 sx 35:65 Poz H and 485 sx PVL. Opened DV, circulated while WOC for 3.5 hrs. No cement returns. Cemented to estimated TOC at 3500' with 755 sx 50/50/10 Poz C and 100 sx Class C. ND BOPs, set slips and cut off casing.

12/14/09: Installed wellhead. Jetted pits and released rig..

Spud Date:

Nov. 11, 2009

Rig Release Date:

Dec. 14, 2009

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Terry West TITLE Engineer DATE 12/14/2009Type or print name Terry West E-mail address: TerryW@NaGuss.com PHONE: 432-682-4429

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE DEC 18 2009

Conditions of Approval (if any):