

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 87400
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED
SEP 07 2010
HOBBSOCD

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

WELL API NO. 30-005-29108
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 37863
7. Lease Name or Unit Agreement Name MOHAWK STATE
8. Well Number 1
9. OGRID Number 155615
10. Pool name or Wildcat UNDESIGNATED SAN ANDRES
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4,389 GL

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 Township 8S Range 33E NMPM County LEECHAVES

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: COMPLETION HISTORY ☒

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.

SHEET 2 OF 2

03/29/10 MIRUPU
03/30/10 SET CIBP @ 9192' PERF BOUGH 9116-9162 OA 44 HOLES
04/05/10 SET CIBP @ 9105 AND CAP W 35' CMT PERF BOUGH 9020-9040 40 HOLES
04/20/10 TEMPORARILY SUSPEND OPERATIONS
06/21/10 MIRUPU
06/22/10 SET CIBP @ 9000' AND CAP W 35' CMT
06/23/10 PERF SAN ANDRES 4296-4334 76 HOLES
06/24/10 ACIDIZED SAN ANDRES W 4000 GALS OF 15% HCl
07/03/10 TEMPORARILY SUSPEND OPERATIONS
08/02/10 MIRUPU RUN RODS AND PUMP
08/03/10 STARTED PUMPING UNIT

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 9/2/10
Type or print name Kem E. McCready E-mail address: kemme.naguss.com PHONE: 432-682-4429
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE SEP 23 2010
Conditions of Approval (if any)