

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
811 South First, Artesia, NM 87210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised March 25, 1999

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

WELL API NO. 30 - 025 - 35199
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-1506, VA 1780

SUNDRY NOTICES AND REPORTS ON WELLS	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	7. Lease Name or Unit Agreement Name: Shoebar 4 State
2. Name of Operator Nadel and Gussman Permian, L.L.C.	8. Well No. 1
3. Address of Operator 601 N Marienfeld, Suite 508, Midland, Texas 79701	9. Pool name or Wildcat Townsend Morrow
4. Well Location Unit Letter H : 1650' feet from the North line and 990' feet from the East line Section 4 Township 17-S Range 35-E NMPM Lea County	
1. Elevation (Show whether DR, RKB, RT, GR, etc.) 3979' GL, 4009' KB	

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/>
OTHER <input type="checkbox"/>	OTHER <input type="checkbox"/>

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 recompilation.

Notice of setting production casing:

- 05/01/01 to 5/11/01 Drilled out six cement plugs to 12,515' PBTD. Circulated hole clean.
- 05/12/01 LD drill pipe, 14 DCs and bit. Changed rams in BOP and NU drilling spool. Unloaded 294 jts 5½", 17#, SP-110 casing. Drifted, inspected and cleaned threads on casing.
- 05/13/01 RU Weatherford and ran 288 jts of casing. Set casing at 12,505' with the float collar at 12,462' (with 12' KB). Circulated and RU BJ Services. Pumped 330 sx "H" with 3% NaCl, 0.4% R-3and 3% Sodium Metasilicate. Tailed in with 780 sx 15:61:11 "C" POZ CSE with 5#/ sk NaCl, 0.2% CD-32 and 1% FI-62. Displaced with 290 Bbls 2% KCl and bumped plug at 5:00 AM. Had full returns throughout job and the floats held OK.
- 05/14/01 Finished ND BOP and set slips. Cut off casing and installed "C" section of wellhead. Tested to 5000 psi - OK. Set cap in "C" section and released Pool rig. SI - waiting on completion unit.

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

SIGNATURE  TITLE **Operations Engineer** DATE **5-16-01**

Type or print name **Robert McNaughton**

Telephone No. **915 - 682 - 4429**

(This space for State use)

APPROVED BY _____ TITLE **WILLIAMS** DATE _____

Conditions of approval, if any: