Submit 1 Copy To Appropriate District	state of New Mexico	Form C-103
Office <u>District I</u> – (575) 393-6161 OFF CONSERVATION, N 1625 N. French Dr., 14808, NN 88251A DISTRICT	Ainerals and Natural Resources	Revised July 18, 2013 WELL API NO.
1625 N. French Dr., 1400s, NM 88240 DISTRICT District II - (575) 748-1283 ARTESIA DISTRICT 211 S. First St. Attacio, NM 88210 20 2017 OIL CO	NGERWATION DIVIGIONI	30-015-33586
District III – (505) 348-1283 ARTESIA BISTA CO 811 S. First St., Artesia, NM 88210 3 0 2017 OIL CO District III – (505) 334-6178 MAY 3 0 2017 OIL CO	NSERVATION DIVISION	5. Indicate Type of Lease
1000 Die Dromes Dd. Arrice NM 97410		STATE FEE
District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, RECEIVED	Santa Fe, NM 87505	6. State Oil & Gas Lease No.
87505		K-4538
SUNDRY NOTICES AND REPORTS ON WELLS  (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A		7. Lease Name or Unit Agreement Name
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH		Saragossa 10 State
PROPOSALS.)  1. Type of Well: Oil Well  Gas Well  Other		8. Well Number 002
2. Name of Operator		9. OGRID Number
Read & Stevens, Inc.		18917
3. Address of Operator		10. Pool name or Wildcat
PO Box 1518, Roswell, NM 88202		Happy Valley; Delaware #29665
4. Well Location		
		2310 feet from the East line
Section 10 Tow	nship 23S Range 26E	NMPM County Eddy
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3297' GL		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data		
NOTICE OF INTENTION T	\	SEQUENT REPORT OF:
PERFORM REMEDIAL WORK ☐ PLUG AND AI TEMPORARILY ABANDON ☐ CHANGE PLA		
PULL OR ALTER CASING  MULTIPLE CO		
DOWNHOLE COMMINGLE	o, tell to, ez lineit	
CLOSED-LOOP SYSTEM ()		
OTHER: Recompletion Pay U.A.	d ☑ OTHER:	
13. Describe proposed or completed opdrations. (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.		
1. Inspect location. Test anchors and fill up 2 frac tanks w/2% KCL H20 and fresh H2O.		
2. MIRU PU.		
<ol> <li>TOH LD production string.</li> <li>TIH w/4 3/4" bit, csg scrapper, and 2 7/8" 8 rnd L80 6.5# workstring to PBTD (3134').</li> </ol>		
5. TIH. Set cmt retainer at 2574'. Squeeze existing perfs (2674'-2684') w/Class C Neat cmt. Sting out of retainer, PU 5' and reverse out.		
TOH. WOC.		
<ol> <li>Pressure test csg to 500 psi for 10 min.</li> <li>MIRU WL. Run junk basket w/gauge ring to PBTD. Run GR-CCL. Perf from 2538'-2554' (2 JSPF, .41 holes).</li> </ol>		
8. Set pkr at 2438'. Acidize w/3000 gals 15% HCL. Swab test well.		
9. Frac w/76,000# (+/-) 20/40 White sand and Cool Set sand. 10. Swab test well.		
	duction department and place well back	on production. If testing is un-successful, submit a NOI
on next proposal.		
Spud Date: 10/10/2004	Rig Release Date:	
10/10/2004	Rig Release Date: 10/21/	2004
I hereby certify that the information above is true and complete to the best of my knowledge and belief.		
SIGNATURE CHARAGE TITLE Production/Regulary DATE 05/26/2017		
Type or print name Kelly Barajas	F-mail address: kharaias@read	d-stevens.compHONE: 575-624-3760
For State Use Only	L-man address. Nodrajao@rea	Colorono.com HONE, or o 024 or oo
APPROVED BY: Conditions of Approval (if any):	TITLE STAFF MGC	DATE 5-3/.17

Company: Read & Stevens, Inc. Prospect: Happy Valley Deleware/ Cherry Canyon Well Name: Saragossa 10 State #2 TD (MD/TVD): 3200' TVD County:  $|_{Eddy}$ Elevation: 3301' GL & KB General State: New Mexico Latitude & longitude: 32.325581,-104.279964 NAD83 API Number: 30-015-33586 Section-Township-Range SEC 10. T23S-R26E Directions: Surface Location: B-10-23S-26E 330 FNL 2310 FEL Bottom Hole Location: B-10-23S-26E 330 FNL 2310 FEL Depth Hole Casing Profile Formation **Casing Specificaitons** MD TVD Mud Program 12 1/4" 8.625" 24# J55 8 5/8" casing set @ 662 Circ to Surface 7 7/8" 5 1/2" 15.5# J55 Recommended Perfs 2538'-54' Cherry Canyon / Two Fingers Existing Perforations Delaware / Cherry Canyon 2674'-2684' EOT @ 2733.42' 7 7/8" 5 1/2" 15.5# J55 PBTD@ 3134 1250sks | Circ to Surface 5 1/2" Casing set @ 3196' Comments