

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(505) 393-6161 Fax:(505) 393-0720

District II
1301 W. Grand Ave., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-103
Permit 130876

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NUMBER 30-015-38256
1. Type of Well: O		5. Indicate Type of Lease S
2. Name of Operator READ & STEVENS INC		6. State Oil & Gas Lease No.
3. Address of Operator P. O. Box 1518, Roswell, NM 88202		7. Lease Name or Unit Agreement Name MARBOB STATE
4. Well Location Unit Letter <u>G</u> : <u>1650</u> feet from the <u>N</u> line and <u>2310</u> feet from the <u>E</u> line Section <u>19</u> Township <u>19S</u> Range <u>29E</u> NMPM <u>Eddy</u> County		8. Well Number 004
11. Elevation (Show whether DR, KB, BT, GR, etc.) 3374 GR		9. OGRID Number 18917
Pit or Below-grade Tank Application ☐ or Closure ☐ Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____		10. Pool name or Wildcat See Area 13

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 OF PLANS ☐
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
 Other: _____

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐
 COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐
 CASING/CEMENT JOB ☐
 Other: **Perforations/Tubing** ☒

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.
03/29/2011-04/27/2011

Run GR/CBL/CCL from 2388'-550'. Perf 2242'-2410' 1 spf, total of 31 .39" holes. Acidize w/1500 gals 15% NeFe HCl spacing 40 BS throughout job. Frac perfs (2242'-2410') w/100,000# 16/30 brn sand. Tail in w/15,000# white resin-coated sand. Perf 1963'-2060' 1 spf, total of 24 .39" holes. Frac perfs (1963'-2060') w/1500 gals 15% NeFe HCl, 100,000# 16/30 brn sand. Tail in w/15,000# 16/30 resin-coated sand. Clean out to BP @ 2200'. Drill out BP. Clean out to PBTD @ 2518'.

Perforations

Pool: MILLMAN;YATES-SR-QN-GB-SA, EAST , 46555 Location: G -19-19S-29E 1650 N 2310 E

TOP	BOT	Open Hole	Shots/ft	Shot Size	Material	Stimulation	Amount
2242	2410	Y	1	0.39		Acid	1500
2242	2410	Y	1	0.39	Sand	Frac	115000
1963	2060	Y	1	0.39	Sand	Frac	115000
1963	2060	Y	1	0.39		Acid	1500

Tubing

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐ a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Electronically Signed TITLE Operations Mgr. DATE 4/28/2011

Type or print name David Luna E-mail address dluna@read-stevens.com Telephone No. 575-622-3770

For State Use Only:

APPROVED BY: Randy Dade TITLE District Supervisor DATE 4/28/2011 4:13:03 PM