

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
P.O. Box 1980
Hobbs, NM 88241

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM-84902
2. Name of Operator Read & Stevens, Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. P. O. Box 1518 Roswell, New Mexico 88202-1518 505/622-3770	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 990' FNL & 2130' FWL Section 3 T20S-R34E	8. Well Name and No. Quail Federal #3
	9. API Well No. 30-025-33664
	10. Field and Pool, or Exploratory Area NE Lea Delaware
	11. County or Parish, State Lea County, New Mexico

12 CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other Additional perms/acidize
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13 Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

08/04/98 MIRUPU and pull rods and tbg. Perforate 7,440'-50' w/ 39 holes. Set RBP @ 7,538'. Acidize w/ 500 gal of 7 1/2% NEFe, swab 2 BWPH w/ no oil show. Catch RBP and pull up hole to 5,990' and set. Perf 5,784'-94', 5,802'-06', 5,814'-24', 5,830'-34' and 5,866'-70' w/ 120 holes. Acidize w/ 1,000 gal of 7 1/2% NEFe and frac w/ 100,000# of 16/30 sand. Swab load w/ 10% oil cut. Rls RBP and pull to 5,750' and set. Perf 5,494'-5,506', 5,694'-5,704' and 5,708'-5,718' w/ 128 holes. Acidize w/ 750 gal of 7 1/2% NEFe and frac w/ 20,000 gal of gel and 60,000# of 16/30 sand. Swabbing load w/ 40% oil cut. Rls RBP and POH. Place Brushy Canyon and new Cherry Canyon perforations on pump, pumping 33 BOPD, 205 BWPD, and 15 MCFD.

14 I hereby certify that the foregoing is true and correct

Signed John C. Mowry, Jr. Title Petroleum Engineer Date 9-29-98
(This space for Federal or State office use)

Approved by _____ Title _____ Date _____
Conditions of approval, if any: