

N. M. OIL CONS. COMMISSION
P. O. BOX 1980
HOBBS, NEW MEXICO 88240
UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

<p>1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other</p> <p>2. Name of Operator Read & Stevens, Inc.</p> <p>3. Address and Telephone No. P. O. Box 1518 Roswell, NM 88202</p> <p>4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 660' FEL Section 25 T12S-R30E</p>	<p>5. Lease Designation and Serial No. NMNM-054926A</p> <p>6. If Indian, Allottee or Tribe Name</p> <p>7. If Unit or CA, Agreement Designation</p> <p>8. Well Name and No. Jackson #1</p> <p>9. API Well No. 30-005-20422</p> <p>10. Field and Pool, or Exploratory Area Chaves Queen Gas Area SE</p> <p>11. County or Parish, State Chaves County NM</p>
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12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION		
<input checked="" type="checkbox"/> Notice of Intent <input type="checkbox"/> Subsequent Report <input type="checkbox"/> Final Abandonment Notice	<table style="width: 100%;"> <tr> <td style="vertical-align: top;"> <input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input checked="" type="checkbox"/> Other </td> <td style="vertical-align: top;"> <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 </td> </tr> </table>	<input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input checked="" type="checkbox"/> Other	<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
<input type="checkbox"/> Abandonment <input type="checkbox"/> Recompletion <input type="checkbox"/> Plugging Back <input type="checkbox"/> Casing Repair <input type="checkbox"/> Altering Casing <input checked="" type="checkbox"/> Other	<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		

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.)*

Read & Stevens is currently evaluating the potential for reconnecting the subject well to a low BTU gas line. The well produces a very low quality gas with a BTU content that ranges from 400 to 500. At the present time we are awaiting a proposal from the successor of Cabot Corporation which use to purchase the gas. As soon as a proposal is made to Read & Stevens concerning the price that can be paid for the gas, we will evaluate the property for return to production or plug and abandonment. During this process Read & Stevens requests the subject well be continued in a shut-in status until the purchaser's proposal is received.

14. I hereby certify that the foregoing is true and correct

Signed *John C. Maxey* Title Petroleum Engineer

(This space for Federal or State office use)

Approved by _____ Date APR 17 1990

Conditions of approval, if any: **APPROVED FOR 12 MONTH PERIOD ENDING SEP 25 1996**

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.