

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side

RECEIVED

MAR 09 2005

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
Read & Stevens, Inc.

3a. Address 3b. Phone No. (include area code)
P. O. Box 1518 Roswell, NM 88202 505/622-3770

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**1980' FNL & 1980' FEL
 Section 29 T16S-R27E**

5. Lease Serial No.
NMNM-045254

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
Lotsa Luck 29 Federal Com #3

9. API Well No.
30-015-33742

10. Field and Pool, or Exploratory Area
Crow Flats Morrow

11. County or Parish, State
Eddy NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Spud, csg, cmt
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

01/2305 Spud well @ 1:30 PM 1/23/05.
 01/25/05 Drill 12 1/4" hole to 1,320'. Ran 30 jts 8 5/8" 32# J-55 LT&C csg, set @ 1,320'. Cmt w/ 420 sx Halliburton Light Premium Plus, 5# gilsonite, 1/4# flocele, tail in w/ 200 sx Premium Plus 2% CaCl. Circ 175 sx to surface. WOC 24 hrs. Continue drilling operations.
 02/16/05 Drill 7 7/8" hole to 9,000'. Ran 203 jts 5 1/2" 17# P-110 HCP LT&C csg, set @ 8,796'. Cmt 1st stage w/ 620 sx Interfill H SBM + 1/4# flocele, tail in w/ 285 sx Premium Super H 0.5% LAPD-1, 0.25# D-AIR 3000, 0.4% CFR-3, 2.5# salt. Cmt 2nd stage w/ 560 sx Interfill C plus 0.25# flocele, tail in w/ 100 sx Premium plus. Rig released @ 6:00 AM 2/16/05.

14. I hereby certify that the foregoing is true and correct
 Name (Printed/Typed)

John C. Maxey, Jr.

Title **Operations Manager**

Signature

Date **3-2-05**

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____
 Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Date **MAR - 7 2005**

Office

**LES BABYAK
 PETROLEUM ENGINEER**

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.