

Submit 1 Copy To Appropriate District Office  
 District I  
 1625 N French Dr, Hobbs, NM 88240  
 District II  
 1301 W Grand Ave, Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd, Aztec, NM 87410  
 District IV  
 1220 S St Francis Dr, Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 October 13, 2009

OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

WELL API NO. 30-015-22826
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name R&S, Inc. Fadeaway State 32
8. Well Number 1
9. OGRID Number 18917
10. Pool name or Wildcat Millman, Qn-Gb-SA, East 46555
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3366.9' GL

**SUNDRY NOTICES AND REPORTS ON WELLS**  
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS )

1. Type of Well: Oil Well  Gas Well  Other

2. Name of Operator Read & Stevens, Inc.

3. Address of Operator P. O. Box 1518, Roswell, NM 88202-1518

4. Well Location  
 Unit Letter B : 660 feet from the North line and 1980 feet from the East line  
 Section 32 Township 19S Range 28E NMPM Eddy County

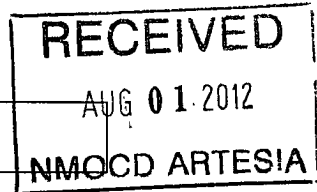
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input checked="" type="checkbox"/>	
OTHER: Re-Enter well <input type="checkbox"/>		OTHER <input checked="" type="checkbox"/>	

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

07/27/12 - 07/31/12

Drlg through cmt plug @ 524 FFS. RIH w/2 jnts 2 7/8" tbg. Casing clear. Tag PBTB @ 2522 FFS. Circ hole clean POH w/tbg. RIH w/bit, scraper & 80 jnts 2 7/8" tbg. Casing clear to bottom. Displace hole w/170 bbls 4% KCL wtr. POH w/tbg, casing scraper, bit. RU WL. Tag PBTB @ 2532 FFS wireline depth. Run logs. POH & RD WL. RU csg crew. RIH w/5 1/2" bull nose guide shoe, 1 jnt 5 1/2" N80 17# csg, 5 1/2" floating collar, xover jnt, 43 jnts 5 1/2" Buttress thread N80 17# csg and 3 jnts 5 1/2" N80 17# csg. RD csg crew. NDBOP. NU 5 1/2" csg head. EOC @ 1922' w/12' KB. RU cmt crew. Cmt 5 1/2" csg w/150 sxs Class "C" neat followed by 100 sxs "C" neat containing 2% CaCl. Displace w/42.9 BFW. Bump plug to 1200#. Float held. Light cmt to surface. RD cmt crew. NUBOP. Prep to drill out float collar, cmt and guide shoe.



Spud Date: 7/24/2012 re-entry

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Tim Collier TITLE Sr VP, Exploration & Development DATE 07/31/2012

Type or print name Tim Collier E-mail address: tcollier@read-stevens.com PHONE: 575-622-3770

**For State Use Only**  
 APPROVED BY: [Signature] TITLE Dist. Supervisor DATE 8/3/12  
 Conditions of Approval (if any):