Oil Cons. N.M. DIV-Dist. 2 1301 W. Grand Avenue

Artesia, NM 88210 Form 3160-5 FORM APPROVED UNITED STATES (September 2001) OMB No. 1004-0135 DEPARTMENT OF THE INTERIOR Expires January 31, 2004 **BUREAU OF LAND MANAGEMENT** Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMNM-18970 Do not use this form for proposals to drill or to re-enter an If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well 🛂 Oil Well 🔲 Gas Well 🚨 Other Well Name and No. West Haystack Federal #5 Name of Operator Read & Stevens, Inc. API Well No. Phone No. (include 30-005-62991 505/622-3770 P. O. Box 1518 Roswell, NM 88202 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Haystack Cisco 1650' FNL & 2100' FWL 11. County or Parish, State Section 19 T6S-R27E Chaves County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Production (Start/Resume) Acidize Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Casing Repair New Construction Recomplete Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Plug Back Convert to Injection Water Disposal 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.) 06/26/03 Read & Stevens, Inc. proposes to plug the subject well by setting a CIBP @ 3,500' and capping w/ 35' of cmt. This CIBP was proposed by the BLM on our sundry notice dated April 30, 2003, approved by the BLM May 15, 2003. A CIBP will be set @ 1,550' over the San Andres perforations and 35' of cmt will be dumped on top. The hole will be circulated w/ mud laden fluid and a 100' cmt plug placed from 1,150' to 1,050'. The 5 ½" csg will then be cut and pulled from the top of cmt @ 570'. A 100' cmt plug will be placed half in and half out of the 5 ½" stub. A 50' cmt plug will be placed at the surface, the wellhead cut off, and a dry hole marker erected. I hereby certify that the foregoing is and correct Name (Printed/Typed) Title Operations Manager John C. Signature Date 6-26-03 THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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.

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