

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

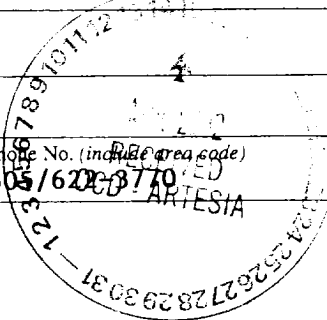
CLSF

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.

Oil Cons. Lease Serial No. NM-8282501-A
N.M. Div-Dist 2
301 W. Grand Avenue
Artesia, NM 88210

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	2. Name of Operator Read & Stevens, Inc.	3a. Address P. O. Box 1518 Roswell, NM 88202	3b. Phone No. (include area code) 505/620-3749	4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1800' FSL & 2150' FWL Section 26 T15S-R29E	5. Lease Serial No.	6. Indian, Allottee or Tribe Name	7. If Unit or CA/Agreement, Name and/or No.	8. Well Name and No. Sulimar #1	9. API Well No. 30-005-60194	10. Field and Pool, or Exploratory Area Sulimar Queen	11. County or Parish, State Chaves County, NM
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12. CHECK APPROPRIATE BOX(ES) 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"/> 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 type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input checked="" 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 recompleate 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 recompleation 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.)

Read & Stevens proposes to plug and abandon the subject well by setting a CIBP at 1,900' over the existing perforations of 1,916'-1,932', and capping with 35' of cement. The 4 1/2" casing will then be cut and pulled from the free point estimated at 1,127' from a calculated top of cement. A 100' cement plug will be set at the 4 1/2" casing stub. A 100' cement plug will be set at the shoe of the 8 5/8" casing at 318' and a 50' surface plug will be set after cutting off the wellhead. A dry hole marker will be installed and the battery dismantled and moved out.

Accepted for record - NMDCU

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed) **John C. Maxey, Jr.** Title **Operations Manager**
Signature *[Signature]* Date **4-10-02**

APPROVED THIS SPACE FOR FEDERAL OR STATE OFFICE USE
Approved by **(ORIG. SGD.) DAVID R. GLASS** Title **SEE ATTACHED FOR**
Conditions of approval, **APP. 1** and attached **2002** 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. Office **CONDITIONS OF APPROVAL**