

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

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)		WELL API NO. 30-015-22826
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Read & Stevens, Inc.		6. State Oil & Gas Lease No.
3. Address of Operator P. O. Box 1518, Roswell, NM 88202-1518		7. Lease Name or Unit Agreement Name State 32
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		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3366.9' GL		9. OGRID Number 18917
		10. Pool name or Wildcat Millman, Qn-Gb-SA, East 46555

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

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

Existing Condition:

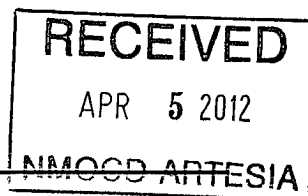
11 3/4" 42# H-40 @ 360'. Cmt w/375 sxs. Circ. 8 5/8" 24# K-55 & S-80 @ 2608'. Cmt w/1150 sxs. Circ. 4 1/2" 11.6# & 13.5# N-80 & K-55. Set @ 11,135'. Cmt w/460 sxs. DV tool @ 7120'. TOC 5210' by TS. Perfs: 10,596'-10,930'. CIBP @ 10,520' w/30' cmt. Perfs: 9516'-53'. Acidized & fraced CIBP @ 9416'. Capped w/35 sxs. 25 sxs "H" cmt @ 8651'-8305'. 25 sxs "H" cmt @ 7170'-6758'. 4 1/2" csg pulled from 5054'. 25 sxs "C" cmt @ 5685'-5336'. 35 sxs "C" cmt @ 5104'. Tag TOC @ 4949'. 40 sxs "C" cmt @ 4450'-4300'. 60 sxs "C" cmt @ 2658'-2522'. 80 sxs "C" cmt @ 560'. Tagged TOC @ 278'. 25 sxs "C" cmt @ 100' - surface.

Proposal:

Propose to drill out cmt plugs @ surface to 2522'. Perf 1 spf, 15 holes: 2068'-2184' & stimulate as necessary for optimum production. Run 2 7/8" tbg to 2250' and put well on pump.

Spud Date:

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 03/19/2012

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

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APPROVED BY: T. C. Shepard TITLE Geologist DATE 4/9/2012

Conditions of Approval (if any):