

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division  
111 S. 1st St.  
Albuquerque, NM 87102-2834

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

**SUBMIT IN TRIPLICATE**

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

Read & Stevens, Inc.

3. Address and Telephone No.

P. O. Box 1518 Roswell, NM 88202

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

990' FSL & 990' FWL  
Section 26 T15S-R29E

5. Lease Designation and Serial No.

NM-0282501-A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

Sulimar #2

9. API Well No.

30-005-60206

10. Field and Pool, or Exploratory Area

Sulimar Queen

11. County or Parish, State

Chaves County, NM

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

TYPE OF SUBMISSION

- ☒ Notice of Intent  
☐ Subsequent Report  
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment  
☐ Recompletion  
☐ Plugging Back  
☐ Casing Repair  
☐ Altering Casing  
☒ Other Request For SI Status  
☐ Change of Plans  
☐ New Construction  
☐ Non-Routine Fracturing  
☐ Water Shut-Off  
☐ Conversion to Injection  
☐ Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

3/11/98

The subject well is SI currently waiting on a waterflood study being performed by Yates Petroleum. My last contact with Yates indicated they are still studying the flood and wish to include the Sulimar #1 & #2 in the flood unit. Current oil pricing of less than \$15.00 per BO will prevent the flood from being activated in the short term, but we are optimistic about activating the flood with Yates Petroleum as Operator in the future after oil prices have escalated. Read & Stevens requests the subject well remain shut-in until the study is completed and oil prices improve to support an economic flood thereby conserving resources and protecting correlative rights.

APPROVED FOR 5 <sup>year</sup> MONTH PERIOD  
ENDING MAR 23 2003

APPROVED  
PETER W. CHESTER  
MAR 23 1998

14. I hereby certify that the foregoing is true and correct

Signed

John C. Moxley, Jr.

Title

Petroleum Engineer

Date 3-12-98

(This space for Federal or State office use)

Approved by

Conditions of approval, if any:

Title

Date