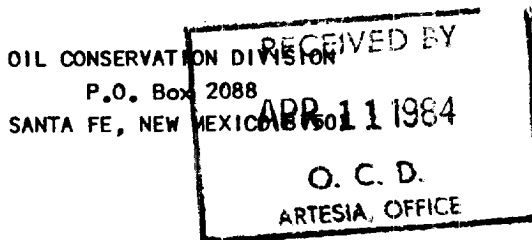


STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT



Form C-103
Revised 10-1-78

| | |
|------------------------|-------------------------------------|
| NO. OF COPIES RECEIVED | |
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| SANTA FE | <input checked="" type="checkbox"/> |
| FILE | <input checked="" type="checkbox"/> |
| U.S.G.S | |
| LAND OFFICE | |
| OPERATOR | <input checked="" type="checkbox"/> |

5a. Indicate Type of Lease
State ☐ Fee ☒

5. State Oil & Gas Lease No.

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.)

XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX

7. Unit Agreement Name

8. Farm or Lease Name
Otis "34"

9. Well No.

10. Field and Pool, or Wildcat

Und. South Carlsbad Morrow

XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX

12. County
Eddy

XXXXXXXXXXXXXXXXXXXXXXXXXXXX
XXXXXXXXXXXXXXXXXXXXXXXXXXXX

1. OIL WELL ☐ GAS WELL ☒ OTHER

2. Name of Operator
Read & Stevens, Inc.

3. Address of Operator
P.O. Box 1518, Roswell, NM 88201

4. Location of Well

UNIT LETTER F 1828.5 FEET FROM THE North LINE AND 1980 FEET FROM
THE West LINE. SECTION 34 TOWNSHIP 22S RANGE 27E NMPM

5. Elevation (Show whether DF, RT, GR, etc.)
3107' GL

Check Appropriate Box To Indicate Nature of Notice, Report or Other Data
NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐
OTHER ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER Acidize ☒

Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

4-10-84 Acidize w/ 20,000 gals 20% HCl SGA acid w/ 37 tons CO₂. Max press 7650psi, avg press 6000psi, rate 8 BPM acid, 2 BPM CO₂, ISIP 3450psi, 5min- 3380psi, 10min- 3210psi, 15min- 3190psi, 530 BLTR. Started flowing @ 11:00am, @ 4:00pm flowing @ TP 2100psi, 14/64" choke, 2000 MCF, @ 6:00am TP 1750psi, 13/64" choke, 1.5 MMCF, 8 BO in 13hrs.

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

SIGNED [Signature] TITLE Drilling & Production Manager DATE 4-10-84

APPROVED BY [Signature] TITLE Geologist DATE 4-10-84

CONDITIONS OF APPROVAL, IF ANY: