

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Jim Noel

Cabinet Secretary

Karen W. Garcia

Deputy Cabinet Secretary

Mark Fesmire

Division Director

Oil Conservation Division



October 6, 2010

Read & Stevens, Inc.
Attn: Mr. Robert H. Watson
400 Penn Plaza, Suite 1000
Roswell, NM 88201

Re: Case No. 14200; Order No. R-13056; Compulsory Pooling

Dear Mr. Watson:

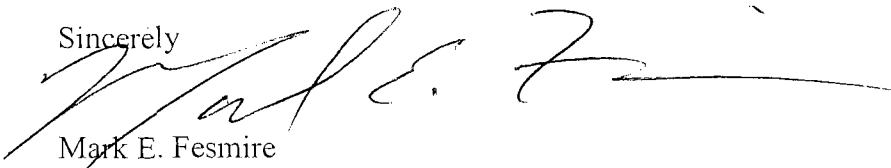
We have in hand your letter of September 9, 2010, wherein you request an extension of the time provided in Ordering Paragraph (10) of the referenced Order to report to the Division and non-consenting working interest owners the amount of actual well costs incurred.

You have indicated that while you have completed the proposed well in the original target zone, you are now proceeding with additional completions up hole that have not been yet accomplished.

We also understand that the only pooled working interest owner in this well is in non-consent status, so that you are not holding any funds paid for estimated well costs pursuant to the order.

Accordingly, your request to defer reporting actual well costs is granted until 90-days after conclusion of the last contemplated completion, or April 1, 2011, whichever first occurs.

Sincerely,



Mark E. Fesmire
Acting Director

MEF:db

Oil Conservation Division
1220 South St. Francis Drive • Santa Fe, New Mexico 87505
Phone (505) 476-3440 • Fax (505) 476-3462 • www.emnrd.state.nm.us/OCD



READ & STEVENS, INC.
OIL PRODUCERS

Mailing address
P. O. Box 1518
Roswell, New Mexico 88202

400 Penn Plaza, Suite 1000
Roswell, New Mexico 88201

Phone: 575/622-3770
Fax: 575/622-8643

September 9, 2010

New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505
Attn: Mr. Mark Fesmire, Director

Re: Case No. 14200
Pooling Order R-13056

Dear Director Fesmire:

On November 19, 2008, after proper notice and hearing, the NMOCD entered the above Order. Pursuant to the Order, JTD Resources, LLC forced pooled Tamarack Petroleum Company's 18.75% interest in the NE/4NW/4 of Section 9, T-20-S, R-38-E, Lea County, New Mexico. The Applicant had until February 20, 2009 to commence the drilling of the proposed well. Subsequently, the NMOCD extended the Order and gave JTD Resources, LLC until May 18, 2010 to commence drilling the well.

The Order named Pierce Production Company as the Operator. On April 8, 2010, Pierce Production Company resigned as Operator and Read & Stevens, Inc. was named as Successor Operator. Pursuant to the Pooling Order, we spudded the Roberts #1 well on May 7, 2010.

Read & Stevens, Inc. filed the C-105 Completion Report on August 3, 2010, reflecting that the Roberts #1 was completed in the Abo on July 19, 2010. The well is currently producing from the Abo. However, several uphole zones have not been completed and the completion process could take an additional three to six months. Under paragraph 10 of the above Order, Read & Stevens, Inc. must provide the NMOCD with an itemized schedule of actual well costs within 90 days following completion of the well. Due to the anticipated length of time required to complete those uphole zones, Read & Stevens, Inc. requests the NMOCD to allow it to complete all of the zones prior to submitting its itemized schedule of actual well costs.

We would appreciate favorable consideration of this request. If you have any questions regarding this request, please do not hesitate to call us at (575) 622-3770.

Respectfully,

READ & STEVENS, INC.



Robert H. Watson
Land Manager

RHW: mp
Enclosures

READ & STEVENS, INC.
Oil Producers
P. O. Box 1518
Roswell, New Mexico 88202
Phone: (505) 622-3770 Fax: (505) 622-8643

PLEASE DELIVER THE FOLLOWING PAGES TO:

NAME: David Brook

COMPANY: NMOCDS

CITY & STATE: Santa Fe, NM

FAX NUMBER: 505-476-3462

FROM: Bob Watson

RE: Case # 14200 ; Roberts #1 - Lea Co, NM
Pooling Order R-13056

Attached is our request for extension.

Total number of pages 2. If you do not receive all pages please call.

Sent by: Row Date: 10/5/10