Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD - ARTESIA, NM

PERATOR'S COPY

| | Expires: March 31, |
|---|--------------------|
| ī | acea Cariel No |

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an

NM-97866 6. If Indian, Allottee or Tribe Name

| abandoned v | vell. Use Form 3160-3 (| APD) for such pr | oposais. | l | | | |
|---|---|--|---|---|--|--|-------------------------------|
| SUBMIT IN TRIPLICATE- Other instructions on reverse side. | | | | 7. If Unit o | or CA/Agreemen | t, Name and | √or No. |
| 1. Type of Well | | | | | NM 17082 X -om 8. Well Name and No. | | |
| 2. Name of Operator Read & Stevens, | Inc. | | | Lake 9. API W | 4 Feder ell No. | al Un | <u>it #1</u> |
| 3a. Address | | 3b. Phone No. (include | le area code) | 30-015-35235 | | | |
| P. O. Rox 1518 | Roswell.NM 88202 | 505/622-37 | 70 | | nd Pool, or Explo | | l |
| 4. Location of Well (Footage, Sec., | | 1 2021 022 31 | | Wild. | cat | .a | |
| 2781' FNL & 660 | | MANER | FAITIAL | 11. County | or Parish, State | | |
| 2781' FNL & 660' FWL CONFIDENTIAL Section 4 T16S-R27E | | | | | County | New | Mexic |
| 12. CHECK A | PPROPRIATE BOX(ES) TO | INDICATE NATUR | E OF NOTICE, RI | EPORT, OF | ROTHER DA | .TA | |
| TYPE OF SUBMISSION | | TYI | PE OF ACTION | | | | |
| Notice of Intent Subsequent Report Final Abandonment Notice | Acidize Alter Casing Casing Repair Change Plans Convert to Injection | Deepen Fracture Treat New Construction Plug and Abandon Plug Back | Production (Star Reclamation Recomplete Temporarily Aba Water Disposal | · | Water Shu Well Intege Other Spu | | g, Cmt |
| If the proposal is to deepen dire Attach the Bond under which the following completion of the inv | ed Operation (clearly state all pertinoctionally or recomplete horizontally the work will be performed or provide operations. If the operation was all Abandan ment Notices shall be fire | give subsurface location the Bond No. on file we esults in a multiple compl | ns and measured and true with BLM/BIA. Required letion or recompletion in | vertical depth subsequent of a new interval | is of all pertinent èports shall be fil Få Form 3160-4 | markers and ed within 30 shall be file | d zones, 0 days ed once |

11/27/06 Spud well @ 11:30 PM 11/27/06.

determined that the site is ready for final inspection.)

11/30/06 Drill 12 1/4" hole to 1,448'. Ran 33 its 8 5/8" 24# J-55 ST&C csg, set @ 1,448'. Cmt w/ 485 sx Halliburton Light Premium Plus w/ additives, tail in w/ 200 sx Premium Plus, 2% CaCl. Circ cmt to pit. Tested csg to 1,000 psi-OK. WOC 24 hrs.

12/24/06 Drill 7 7/8" hole to 8,468'. Ran 200 its 5 1/2" 17# HCP-110 8rd LT&C csg, set @ 8,462'. Cmt 1st stage w/ 500 gal Super Flush w/ 650 sx Interfill H, tail in w/ 165 sx Premium Plus Super H w/ additives, 2nd stage cmt w/ 450 sx Halliburton Light w/ additives, tail in w/ 100 sx Premium Plus, 1% CalCl. Rig released @ 1:30 PM 12/25/06.

| 14. Thereby certify that the foreg Name (Printed/Typed) | going is true and correct | <u> </u> | | |
|--|---------------------------------------|--|---------------|-------------------------------------|
| John Maxey | | Title | Presiden | ent |
| Signature Sin 10 | Makey | Date | 2-13-07 | ACCEPTED FOR RECORD |
| | THIS SPACE FOR | EDERAL OR ST | ATE OFFICE US | |
| Approved by | | Titl | е | MAR 1 2 2007 |
| Conditions of approval, if any, are at certify that the applicant holds legal which would entitle the applicant to | or equitable title to those rights in | loes not warrant or the subject lease Off | ce | WESLEY W. INGRAM PETROLEUM ENGINEER |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

OPERATOR WELL/LEASE COUNTY

READ & STEVENS LAKE 4 FED UNIT #1 EDDY CO., NM

STATE OF NEW MEXICO DEVIATION REPORT

| | | |
|-------|------|--|
| | | |
| 317 | 0.25 | |
| 691 | 1.25 | and the second of the second o |
| 943 | 1.75 | |
| 1,037 | 1.25 | • |
| 1,194 | 0.75 | |
| 1,415 | 0.50 | |
| 1,831 | 0.75 | |
| 2,208 | 1.00 | |
| 2,619 | 0.75 | |
| 3,030 | 1.00 | |
| 3,408 | 1.00 | |
| 3,817 | 0.50 | |
| 4,316 | 1.25 | |
| 4,600 | 1.00 | |
| 4,850 | 1.25 | |
| 5,102 | 2.00 | |
| 5,291 | 2.00 | |
| 5,448 | 3.00 | CONFIDENTIAL |
| 5,512 | 2.50 | |
| 5,606 | 2.75 | |
| 5,701 | 2.75 | |
| 5,796 | 3.00 | |
| 5,890 | 2.50 | : |
| 6,017 | 2.75 | |
| 6,110 | 2.50 | |
| 6,181 | 2.50 | |
| 6,245 | 2.25 | |
| 6,402 | 2.50 | |
| 6,580 | 2.25 | |
| 6,737 | 2.25 | |
| | | |

BY:

STATE OF TEXAS

COUNTY OF MIDLAND

The foregoing instrument was acknowledged before me on Moore on behalf of Patterson-UTI Drilling Company LP, LLLP.

Notary Public for Midland County, Texas My Commission Expires: 4/08/07 January 9, 2007

, by Steve

