

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-101
Revised July 18, 2013

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address Read & Stevens, Inc. PO Box 1518 Roswell, NM 88202		² OGRID Number 18917
		³ APT Number 30-025-25804
⁴ Property Code 9566	⁵ Property Name SCHARB COM	⁶ Well No. 001

⁷ Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
J	7	19S	35E		1980	South	1980	East	Lea

⁸ Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet from	N/S Line	Feet From	E/W Line	County
J	7	19S	35E		1980	South	1980	East	Lea

⁹ Pool Information

Pool Name Quail;Queen	Pool Code 50450
--------------------------	--------------------

Additional Well Information

¹¹ Work Type Recompletion	¹² Well Type Oil	¹³ Cable/Rotary Rotary	¹⁴ Lease Type Fee	¹⁵ Ground Level Elevation 3866'
¹⁶ Multiple No No	¹⁷ Proposed Depth 5250'	¹⁸ Formation Penrose	¹⁹ Contractor	²⁰ Spud Date 12/1/2018
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

We will be using a closed-loop system in lieu of lined pits

²¹ Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	12.75	34	371	400	Surface
Int1	11	8.625	32	4000	950	1000'
Prod	7.875	5.5	15.5	5200	50	5996'

Casing/Cement Program: Additional Comments

--

²² Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	5000	5000	Schafer

<p>²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that I have complied with 19.15.14.9 (A) NMAC <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> if applicable. Signature: <i>K Barajas</i> Printed name: Kelly Barajas Title: Production/Regulatory E-mail Address: kbarajas@read-stevens.com Date: 11/7/2018 Phone: 575-622-3770</p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved By: <i>[Signature]</i> Title: Approved Date: 11/09/18 Expiration Date: 11/09/20 Conditions of Approval Attached</p>
--	--

Read & Stevens Scharb Com #1

