

OCD-HOBBS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-engage an abandoned well. Use Form 3160-3 (APD) for such proposals.

2. Lease Serial No
NM-54432

6 If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

HOBBS OCD

1 Type of Well
 Oil Well Gas Well Other

2. Name of Operator **Read & Stevens, Inc.**

3a. Address **P. O. Box 1518, Roswell, NM 88202-1518**
3b. Phone No. (include area code) **575-622-3770**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**1650' FSL & 330' FEL
Section 3, T20S-R34E
Unit I**

8. Well Name and No
Mark Federal #8

9. API Well No
30-025-32158

10. Field and Pool, or Exploratory Area
NE Lea Delaware

11. County or Parish, State
Lea County, New Mexico

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other _____ |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

03/12/2008

Ran Mechanical Integrity Test to renew TA status. Tested csg and CIBP to 500 psi for 30 minutes. Test okay. Pat McKelvey w/BLM witnessed. We are requesting a 1 year TA status.

We are requesting a TA because we are participating in a new waterflood immediately to the east of our lease in a similar Delaware sand. The formation has responded, however there has been premature water break through. We would like to gather more data on the response before we commit to the significant expenditure required for the potential flood possibility on our lease. This wellbore could be used in a flood of this lease.

After 7-2-08 the well must be online or plans to P & A must be submitted.

LAST Prod. 6/2002

APPROVED

APR 2 2008
John C. Maxey

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)
John C. Maxey

Title President

Signature *John C. Maxey*

Date 03/13/2008

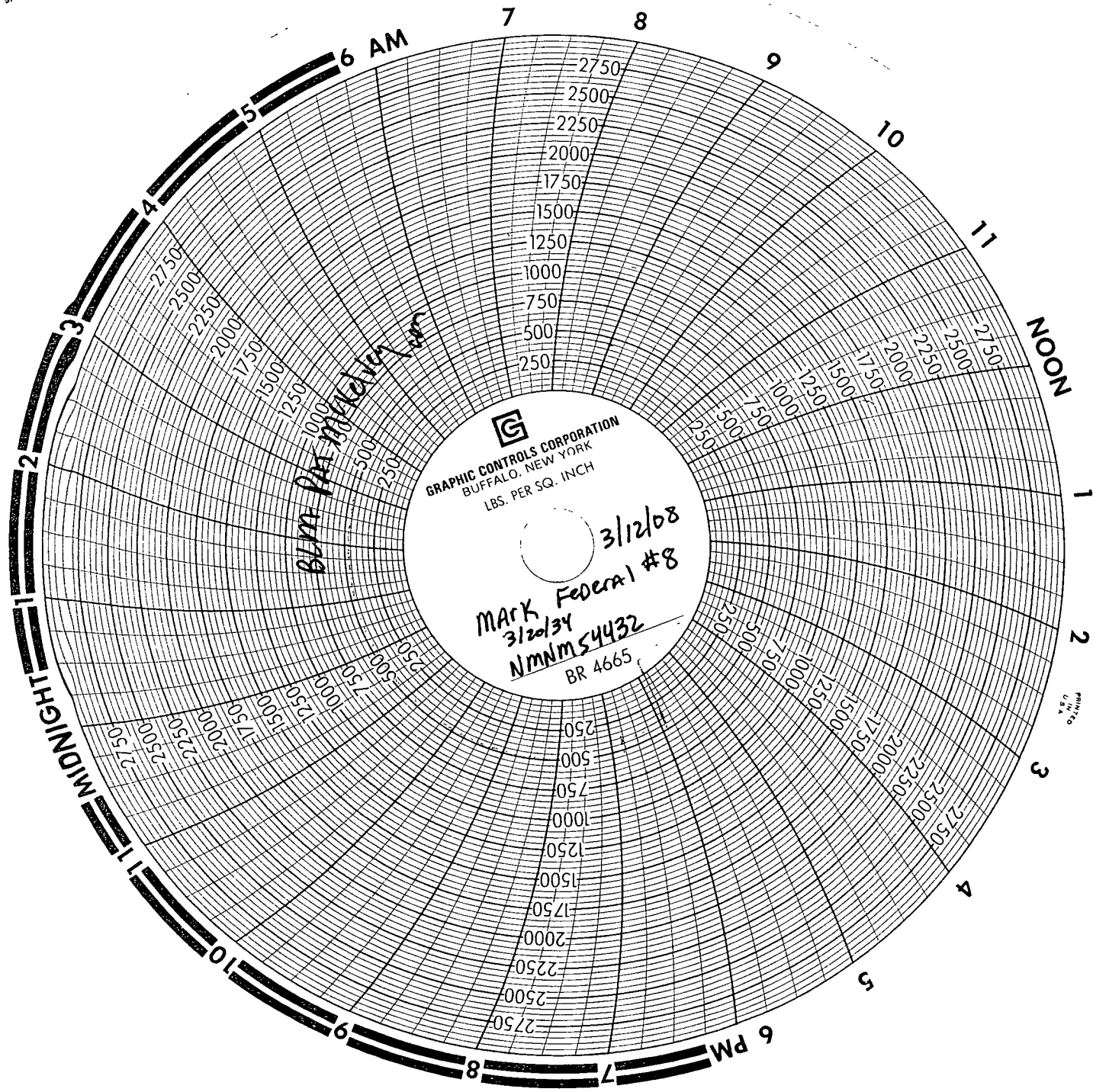
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *Chris Williams* DISTRICT SUPERVISOR/GENERAL MANAGER
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Office

JUL 22 2008

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.



BUM PA-MARKER

3/12/08
MARK Federal #8
3/20/34
NMM54432
BR 4665

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U.S.A.