

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No NMNM101115
2. Name of Operator READ & STEVENS, INC. ✓		6. If Indian, Allottee or Tribe Name
Contact: DAVID LUNA E-Mail: dluna@read-stevens.com		7. If Unit or CA/Agreement, Name and/or No
3a. Address 400 PENN PLAZA SUITE 1000 ROSWELL, NM 88201	3b. Phone No. (include area code) Ph: 575-622-3770 Ext: 213 Fx: 575-622-8643	8. Well Name and No. HIGHWAY 5 FEDERAL 1 ✓
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 5 T20S R34E NWNW 660FNL 660FWL ✓		9. API Well No. 30-025-39120 ✓
		10. Field and Pool, or Exploratory QUAIL RIDGE ✓
		11. County or Parish, and State LEA COUNTY, NM ✓

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 recompleate 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.)

Per our conversation on Nov. 3rd,

We are requesting a 2 month extension beyond the Nov. 29th, 2008 date. Our casing has been manufactured in China but has not been loaded and ship. We anticipate a delivery date of mid December. We are not requesting a rig until we know that the casing is on US soil.

As discussed we will show intent by updating the BLM every 10 days on the location of the casing (loading, shipping, location of ship, ..., etc.)

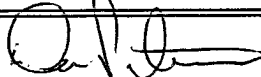

I have attached files of previous Sundrys and emails.

Thank you,

RECEIVED**NOV 26 2008**
HOBBBS (N.M.)

14. I hereby certify that the foregoing is true and correct. Electronic Submission #64506 verified by the BLM Well Information System For READ & STEVENS, INC., sent to the Hobbs	
Name (Printed/Typed) DAVID LUNA	Title OPERATIONS ENGINEER
Signature (Electronic Submission)	Date 11/06/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By 	Title AFM	Date 11/21/08
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 CFO	

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-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

Additional data for EC transaction #64506 that would not fit on the form

32. Additional remarks, continued

David Luna