

Sundry Notices and Reports on Wells (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "Application for Permit-" for such proposals.)		5. Lease Designation and Serial No. NM-06570	
1. Oil <input type="checkbox"/> Gas <input type="checkbox"/> Well <input type="checkbox"/> Well <input type="checkbox"/> Other <input type="checkbox"/> DUAL COMPLETION		6. If Indian, Allottee or Tribe Name -	
2. Name of Operator READ & STEVENS, INC.		7. Unit Agreement Name -	
3. Address of Operator P.O. BOX 1518, ROSWELL, NM 88201		8. Farm or Lease Name LAURIE "D" FEDERAL	
4. Location of Well (Report location clearly and in accordance with State requirements. * See also space 17 below.) At surface 660'FNL & 990'FEL		9. Well No. 1	
14. Permit No. -		10. Field and Pool, or Wildcat UNDES. MORROW / BONE SPRINGS	
15. Elevations (Show whether DF, RT, GR, etc.) 3642' GL		11. Sec, T, R, M, or Blk & Survey or Area SEC. 15-T20S-R34E	
		12. County or Parish LEA	
		13. State NM	
16. Check Appropriate Box To Indicate Nature of Notice, Report, Other Data			
Notice Of Intention To:			
Test Water Shut-off <input type="checkbox"/>	Pull or Alter Casing <input type="checkbox"/>	Water Shut-off <input type="checkbox"/>	Repairing Well <input type="checkbox"/>
Fracture Treat <input type="checkbox"/>	Multiple Complete <input type="checkbox"/>	Fracture Treatment <input type="checkbox"/>	Altering Casing <input type="checkbox"/>
Shoot or Acidize <input type="checkbox"/>	Abandon * <input type="checkbox"/>	Shooting or Acidizing <input type="checkbox"/>	Abandonment * <input type="checkbox"/>
Repair Well <input type="checkbox"/>	Change Plans <input type="checkbox"/>	(Other) REQUEST FOR OFFLEASE SALES <input checked="" type="checkbox"/>	(Note: Report results of multiple completion on C-105)
(Other) <input type="checkbox"/>			
17. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) *			

THE LAURIE "D" FEDERAL #1 IS LOCATED IN THE NE/NE OF SECTION 10, A PIPELINE HAS BEEN CONSTRUCTED TO CONNECT THIS WELL TO THE NORTH LEA FEDERAL #1-Y PIPELINE LOCATED IN THE NE/SE OF SECTION 10, THE WELLS ARE COMMINGLED AT THIS POINT AND FLOW TO A COMMON METER LOCATED AT THE CONNECTION POINT ON LLANO'S PIPELINE IN THE SW/SW OF SECTION 10. EACH WELL WILL HAVE A SEPARATE CHECK METER TO PRORATE THE GAS VOLUMES. THEREFORE, WE RESPECTFULLY REQUEST AUTHORIZATION FOR OFFLEASE SALES ON THE LAURIE "D" FEDERAL #1.

I hereby certify that the foregoing is true and correct

Signed B. J. Stubbs Title DRILLING & PRODUCTION MANAGER Date JUNE 9, 1986

(This space for Federal or State office use)

Approved By L. Mark Heller Title Acting Area Mgr Date 6/10/86
Conditions of approval, if any:

1. Gas to be commingled and sold off lease must be comparable in BTU content.
2. W.I. owners on both leases (NM-06570 & NM-56264)
3. Both leases must have same royalty rate.
4. Individual gas meters to be calibrated semi-annually.
5. Oil to be measured and sold on its own lease.

Subject to
Like Approval
by State

Dual
Completion