

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 811 South First, Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

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|--|
| WELL API NO. 30-025-35847 |
| 5. Indicate Type of Lease STATE <input type="checkbox"/> FREE <input checked="" type="checkbox"/> |
| 6. State Oil & Gas Lease No. |
| 7. Lease Name or Unit Agreement Name: Klein 5 |
| 8. Well No. 1 |
| 9. Pool name or Wildcat Wildcat Devonian |

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" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
 Oil Well Gas Well Other

2. Name of Operator
 Read & Stevens, Inc.

3. Address of Operator
 P. O. Box 1518 Roswell, NM 88202

4. Well Location

CONFIDENTIAL

Unit Letter I : 2020 feet from the South line and 330 feet from the East line

Section 5 Township 20S Range 36E NMPM County Lea

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
3632'

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| | | | |
|--|--|---|---|
| NOTICE OF INTENTION TO: | | SUBSEQUENT REPORT OF: | |
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> | PLUG AND ABANDONMENT <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPLETION <input type="checkbox"/> | CASING TEST AND CEMENT JOB <input type="checkbox"/> | |
| OTHER: <input type="checkbox"/> | | OTHER: Spud, Csg, Cmt <input checked="" type="checkbox"/> | |

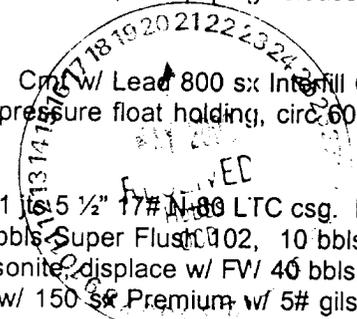
12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

03/01/02 MIRU Patterson rig #3, spud well @ 6:30 PM 3-01-02.

03/02/02 Drill 17 1/2" hole to 408' TD. Run 11 jts 13 3/8" 54.5# J-55 STC Buttress csg. Cmt w/ 175 sx Hal Lt Premium Plus w/ 1/4# flocele, tail cmt w/ 200 sx Premium Plus w/ 2% CaCl, displace w/ 55 bbls FW, bump plug release, float holding, circ 90 sx to surface. WOC 12 hrs, continue operations.

03/12/02 Drill 11" hole to 4,598' TD. Run 105 jts 8 5/8" 32# J-55 csg, set @ 4,598'. Cmt w/ Lead 800 sx Interfill C, 1/4 pps flocele, tail w/ 200 sx Premium Plus, displace w/ 278 bbls FW, bump plug, rls pressure float holding, circ 60 sx to surface, set slips. WOC 12 hrs, continue operations.

04/18/02 Drill 7 7/8" hole to 10,933' TD. Run 22 jts 5 1/2" 17# HC P-110 LTD csg, 231 jts 5 1/2" 17# N-80 LTC csg. FC @ 10,825', DV/ECP tool 9,408', marker jt @ 9,973', pump 10 bbls FW ahead, 12 bbls Super Flush 102, 10 bbls FW, mix 285 sx Super H w/ 5/10% Halad-344, 4/10% CFR-3, 1# salt, 2/10% HR-7, 5# gilsonite, displace w/ FW/ 40 bbls, mud 211 bbls, bump plug. Pump 2nd stage, cmt w/ 590 sx Interfill C w/ 5# gilsonite, tail w/ 150 sx Premium w/ 5# gilsonite, displace w/ FW 204 bbls, set slips. Rig released @ 11:00 AM 4/21/02.



I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Operations Manager DATE 5-15-02

Type or print name John C. Maxey, Jr. Telephone No. 505/622-3770

(This space for State use)

APPROVED BY _____ TITLE _____ DATE _____

Conditions of approval, if any:

ORIGINAL SIGNED BY
 PAUL F. KAUTZ
 PETROLEUM ENGINEER
 MAY 22 2002