Form C-103 Submit I Copy To Appropriate District State of New Mexico Office Energy, Minerals and Natural Resources October 13, 2009 District 1 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-015-10110 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 STATE X Santa Fe. NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 648 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A East Millman Unit DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well Gas Well Other Water Injection 189 2. Name of Operator 9. OGRID Number Stephens & Johnson Operating Co. 10. Pool name or Wildcat 3. Address of Operator P.O. Box 2249, Wichita Falls, TX 76307-2249 Millman Yates-SR-ON-GB-SA. East 4. Well Location 330 South 990 feet from the feet from the line and line Unit Letter Township 19S **NMPM** 28E County Eddy Range 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3451' KB: 3450' GR 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PLUG AND ABANDON REMEDIAL WORK ALTERING CASING [X] PERFORM REMEDIAL WORK **CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A **TEMPORARILY ABANDON** MULTIPLE COMPL CASING/CEMENT JOB PULL OR ALTER CASING RECEIVED DOWNHOLE COMMINGLE NOV 24 2010 OTHER: OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates) in the complete operations. of starting any proposed work). SEE RULE 19.15.7.14 NMAC.. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. 11-11-10: Pull tbg out of hole. Set RBP @ 1785'. Locate csg leak between 188' & 155'. 11-12-10: Squeeze csg leak with 200 sx Class "C" cmt w/2% CaCl. 11-15-10: Drill out cmt. Test squeeze to 500 psi. Held OK. 11-16-10: Clean out wellbore to 2259'. TIH w/Baker AD-1 pkr and 58 jts plastic coated tbg. Circulate pkr fluid, Set pkr @ 1766' KB. Tested csg to 400 psig. Had 20 psig increase in pressure. Passed 11-18-10 MIT. See attached OCD witness sheet by Richard Inge. Return well to active water injection status. Spud Date: Rig Release Date: I hereby certify that the information above is true and complete to the best of my knowledge and belief. Petroleum Engineer DATE SIGNATURE_ TITLE_ mkincaid@sjoc.net Type or print name William M. Kincaid E-mail address: _ PHONE (940) 723-2166 For State Use Only TITLE COMPUSING OFFICER DATE 12/1/10 APPROVED BY

Conditions of Approval (if any):