Form 3160-5 (November 1994)

UNITED STATES DEPARTMENT OF THE INTERIOR RUPEAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0135 Expires July 31, 1996 C/5F

BUREAU OF LAND MANAGEMENT (2002)

5. Lease Serial No.

| Do not use the abandoned we | f NOTICES AND REPO is form for proposals to il. Use Form 3160-3 (AP | drill or to re-enter and D) for such proposals | "I'ESIA W | LC 069 | 9107 Allottee or Tribe Name | |
|---|---|--|--------------------------|---------------|--|--|
| SUBMIT IN TRI | PLICATE - Other Instr | uctions on reverse | HOPOTO 81 | 89101 | r CA/Agreement, Name and/or No. 69240 Millman Unit | |
| 1. Type of Well Mail Oil Well Gas Well Other | | | | | 8. Well Name and No. East Millman Unit No. 6-5 9. API Well No. 30-015-02233 10. Field and Pool, or Exploratory Area Millman QN-GB-SA, East | |
| 2. Name of Operator Stephens & Johnson Operating Co. | | | | | | |
| 3a. Address PO Box 2249, Wichita Falls, TX 76307 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | | | | |
| 4. Location of Well (Footage, Sec. Unit Letter A: 330 FEL line; Section | 11. County o | or Parish, State County, New Mexico | | | | |
| | PROPRIATE BOX(E\$) T | | RE OF NOTICE, RI | EPORT, OR | R OTHER DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | |
| Notice of Intent | Acidize Alter Casing | Deepen Fracture Treat | Production (Start | /Resurre) | ☐ Water Shut-Off ☐ Well Integrity | |
| Subsequent Report | Casing Repair | New Construction | Recomplete | | Other | |
| Final Abandonment Notice | Change Plans Convert to Injection | Plug and Abandon Plug Back | Water Disposal | | | |
| 13 Describe Proposed or Complete | d Operation (clearly state all pe | rtinent details, including esti | mated starting date of a | ny proposed w | ork and approximate duration there | |

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.)

We request that this well be classified as Temporarily Abandoned. The East Millman Unit is an active waterflood project with an on going infill drilling program and plans for conversion of existing wells to additional water injection wells. This well has beneficial use as a producing well or a future water injection well subsequent to the infill drilling program which will be completed over the next 3 years. Depending upon the success of the infill drilling program, well No. 6-5 will be reactivated as a producer or converted to a water injection well sometime during the next 3 years.

A casing integrity test as per the attached procedure will be performed during the week of March 11, 2002.

| | | | | See Alfadued - | | |
|--|--|--|--------------------|----------------|--|--|
| 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) William M. Kincaid Signature // | | Title Date | Petroleum Engineer | | | |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | | | | | |
| Approved by | | | Title | Date | | |
| Conditions of certify that the which would Title 18 U.S. fraudulent sta | OCD approval conditional. Well must meet BLM | s not warrant or the subject lease | Office | | | |
| | requirements and acquire their approval. | and willfully to make to any department or agency of the United States any false, fictitious or ion. | | | | |

Stephens & Johnson Operating Co. East Millman Pool Unit No. 6-5 Eddy County, New Mexico

Well Data

Surface Casing: 8 5/8", set @ 270' w/50 sx cmt Production Casing: 4 1/2", 9.5 lb/ft, set @ 2235"

w/160 sx cmt. TOC @ 1535'

Perforations: Queen 1740-1744'

1770-1776′

1939-1945'

Grayburg 2106-2112'

2150-2156'

CIBP: Set at 1595'. Production casing is filled

1700 with corrosion inhibited fluid.

Casing Integrity Test Procedure

1. Pressure casing to 300 psig and hold for 30 minutes.