

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
1301 W. Grand Ave., 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

AUG 27 2009

Form C-103
June 19, 2008

RM

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

WELL API NO. 30-015-02203
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 648
7. Lease Name or Unit Agreement Name: State 648 AC811
8. Well Number 71
9. OGRID Number 019958
10. Pool name or Wildcat Artesia QN-GB-SA
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3514 GR

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	7. Lease Name or Unit Agreement Name: State 648 AC811
2. Name of Operator Stephens & Johnson Operating Co	8. Well Number 71
3. Address of Operator P O Box 2249, Wichita Falls, TX 76307	9. OGRID Number 019958
4. Well Location Unit Letter <u>G</u> : <u>1907</u> feet from the <u>North</u> line and <u>1975</u> feet from the <u>East</u> line Section <u>10</u> Township <u>19S</u> Range <u>28E</u> NMPM County <u>Eddy</u>	10. Pool name or Wildcat Artesia QN-GB-SA
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3514 GR	

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: Return to active status ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

13. 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.

As per attached Letter of Violation dated August 6, 2009 the State 648 AC811 Well No. 71 is an idle well with last reported production in July 2006. Stephens & Johnson Operating Co. plans to pull the rods, pump and tubing out of the hole and to hydrotest the tubing, repair the subsurface pump and return well to production during the week of September 2, 2009.

Spud Date:

Rig Release Date:

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

SIGNATURE William M. Kincaid TITLE Petroleum Engineer DATE 8-25-2009

mkincaid@sjoc.net

Type or print name William M. Kincaid E-mail address: mkincaid@sjoc.net PHONE 940-723-2166

For State Use Only

APPROVED BY Acqui Beaver TITLE Geologist DATE 9/4/09

Conditions of Approval (if any):