State of New Mexico

Form C-101 Permit 131454

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR	PERMIT TO DRILL	RF-FNTFR	DEEPEN	PLUGBACK	OR ADD A ZONE

STEPHENS	or Name and Address & JOHNSON OP CO	2. OGRID Number 19958	
	BOX 2249 FALLS, TX 76307	3. API Number 30-015-39034	
4. Property Code 306216	5. Property Name EAST MILLMAN UNIT	6. Weti No. 238	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
H	14	198	28E	H	1981	N	572	E	EDDY

8. Pool Information

MILLMAN;YATES-SR-QN-GB-SA, EAST	46555

Additional Well Information

	No. 10 Percent and the second	. Idditional IV chi Imiori	Intion		
9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3402	
14. Multiple 15. Proposed De N 2700		16. Formation San Andres	18. Spud Date 6/13/2011		
Depth to Ground water		Distance from nearest fresh water	r well	Distance to nearest surface water	
Liner: Synthetic Closed Loop Syste	mils thick	Clay Pit Volume: bbl	s Drilling Method: Fresh Water X Brine I	Diesel/Oil-based Gas/Air	

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	300	200	0
Prod	7.875	5.5	15.5	2700	800	0

Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

	Troposed Blowday Trevention Trogram										
Туре	Working Pressure	Test Pressure	Manufacturer								
Annular	3000	6000	Reagan								

I hereby certify that the information giv of my knowledge and belief. I further certify that the drilling pit	en above is true and complete to the best will be constructed according to	OIL CONSERVATION DIVISION					
	rmit , or an (attached) alternative	Approved By: Randy Dade					
Printed Name: Electronically file	ed by Devire Crabb	Title: District Supervisor					
Title: Production Analyst		Approved Date: 5/16/2011	Expiration Date: 5/16/2013				
Email Address: dcrabb@sjoc.ne	t		0.7 9.7				
Date: 5/10/2011	Phone: 940-716-5376						

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico

Form C-102 Permit 131454

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

4. Property Code 5. Property Name 6. Well No.	1. API Number 30-015-39034	2. Pool Code 46555	(A)		
		ode 5. Property Name			

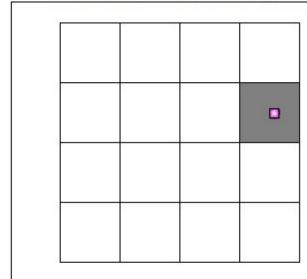
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
H	14	198	28E		1981	N	572	E	EDDY	

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot	Idn	Feet From	N/S Lin	ne	Feet From	E/W Line	County
0.500 100 100	12. Dedicated Acres 40.00		Joint or Infill		14	. Consolidation (Code			15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Devire Crabb Title: Production Analyst

Date: 5/10/2011

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: P.R. Patton Date of Survey: 4/14/2011 Certificate Number: 8112