

Submit to Appropriate District Office
State Lease - 6 copies
Fee Lease - 5 copies

State of New Mexico
Energy, Minerals and Natural Resources

Form C-105
Revised June 10, 2003

District I
1625 N. French, Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

WELL API NO.

30-015-34629

5. Indicate Type Of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

OG-272-1

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

1a. Type of Well:

OIL WELL ☒ GAS WELL ☐ DRY ☐ OTHER _____

b. Type of Completion:

NEW WELL ☒ WORK OVER ☐ DEEPEN ☐ PLUG BACK ☐ DIFF. RESVR. ☐ OTHER _____

RECEIVED

2. Name of Operator

Stephens & Johnson Operating Co.

MAY 22 2006

3. Address of Operator

P.O. Box 2249 Wichita Falls, Texas 76307-2249

UCC-ARTESIA

7. Lease Name or Unit Agreement Name

East Millman Pool Unit Tract 5

8910169240

8. Well No.

8

9. Pool name or Wildcat

Millman Yates -SR-QN-GB-SA, East

4. Well Location

Unit Letter K : 1735 Feet From The South Line and 1826 Feet From The West Line

Section 12 Township 19S Range 28E NMPM Eddy County

10. Date Spudded

3-29-06

11. Date T.D. Reached

4-3-06

12. Date Compl. (Ready to Prod.)

4-13-06

13. Elevations (DF & RKB, RT, GR, etc.)

3399' GR 3405' KB

14. Elev. Casinghead

3402'

15. Total Depth

2740'

16. Plug Back T.D.

2710'

17. If Multiple Compl. How Many Zones?

18. Intervals Drilled By

Rotary Tools

0-2740'

Cable Tools

19. Producing Interval(s), of this completion - Top, Bottom, Name

2442'-2496' Lower Grayburg

20. Was Directional Survey Made

No

21. Type Electric and Other Logs Run

Dual Laterolog, MCFL, Density-Neutron, Gamma Ray

22. Was Well Cored

No

23. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT LB/FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8 5/8"	24	324'	12 1/4"	350 sx circ to surface	
5 1/2"	15.50	2726'	7 7/8"	700 sx circ to surface	

24. LINER RECORD

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	SIZE	DEPTH SET	PACKER SET

25. TUBING RECORD

26. Perforation record (interval, size, and number)

One shot per foot at: 2442'-2452', 2464'-2476' and 2488'-2496' KB

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.

DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED
2442'-2496'	2,500 gals 15% NEFE acid
	79,000 gal 10# brine, 16,000# BJ
	LiteProp 125, 5,000# LC 16/30 sand

28. PRODUCTION

Date First Production 4-13-06	Production Method (Flowing, gas lift, pumping - Size and type pump) Pumping 2 1/2" x 2" x 16'					Well Status (Prod. or Shut-in) Producing	
Date of Test 4-29-06	Hours Tested 24	Choke Size	Prod'n For Test Period	Oil - Bbl. 70	Gas - MCF 42	Water - Bbl. 358	Gas - Oil Ratio 600
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl. 70	Gas - MCF 42	Water - Bbl. 358	Oil Gravity - API - (Corr.) 40	

29. Disposition of Gas (Sold, used for fuel, vented, etc.)

Sold

Test Witnessed By

Mark Hope

30. List Attachments

Deviation Survey, Dual Laterolog, Density-Neutron Log

31. I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Signature
E-mail address
mkincaid@sjoc.net

Printed Name
William M. Kincaid

Title
Petroleum Engineer

Date
5-18-06

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well. It shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, Items 25 through 29 shall be reported for each zone. The form is to be filed in quintuplicate except on state land, where six copies are required. See Rule 1105.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico		Northeastern New Mexico	
T. Anhy	T. Canyon	T. Ojo Alamo	T. Penn. "B"
T. Salt	T. Strawn	T. Kirtland-Fruitland	T. Penn. "C"
B. Salt	T. Atoka	T. Pictured Cliffs	T. Penn. "D"
T. Yates	T. Miss	T. Cliff House	T. Leadville
T. 7 Rivers	T. Devonian	T. Menefee	T. Madison
T. Queen 1700'	T. Silurian	T. Point Lookout	T. Elbert
T. Grayburg 2046'	T. Montoya	T. Mancos	T. McCracken
T. San Andres 2479'	T. Simpson	T. Gallup	T. Ignacio Otzte
T. Glorieta	T. McKee	Base Greenhorn	T. Granite
T. Paddock	T. Ellenburger	T. Dakota	T.
T. Blinebry	T. Gr. Wash	T. Morrison	T.
T. Tubb	T. Delaware Sand	T. Todilto	T.
T. Drinkard	T. Bone Springs	T. Entrada	T.
T. Abo	T.	T. Wingate	T.
T. Wolfcamp		T. Chinle	T.
T. Penn	T.	T. Permian	T.
T. Cisco (Bough C)	T.	T. Penn "A"	T.

OIL OR GAS SANDS OR ZONES

No. 1, from 1784' to 2046'
No. 2, from 2100' to 2497'

No. 3, from to

No. 4, from to

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, fromtofeet

No. 2, fromtofeet

No. 3, fromtofeet

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness in Feet	Lithology

From	To	Thickness in Feet	Lithology

WELL NAME AND NUMBER East Millman Unit No. 5-8
LOCATION 1735' FSL, 1826' FWL, Unit K, Section 12, T19S, R28E, Eddy Co. NM
OPERATOR Stephens & Johnson Operating Company
DRILLING CONTRACTOR United Drilling, Inc.

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation tests and obtained the following results:

<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>	<u>Degrees @ Depth</u>
<u>3/4° 340'</u>	<u> </u>	<u> </u>
<u>1/2° 1008'</u>	<u> </u>	<u> </u>
<u>3/4° 1511'</u>	<u> </u>	<u> </u>
<u>3/4° 2014'</u>	<u> </u>	<u> </u>
<u>3/4° 2740'</u>	<u> </u>	<u> </u>
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Drilling Contractor United Drilling, Inc.

By: George A. Aho

George A. Aho

Title: Business Manager

Subscribed and sworn to before me this 10th day of April,
2006.

Carlene Martin
Notary Public

My Commission Expires: 10/08/08

Chaves New Mexico
County State

RECEIVED
421477