

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

Form C-103
 June 19, 2008

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

WELL API NO. 30-025-39237
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: E. O. Carson
8. Well Number 28Y
9. OGRID Number 019958
10. Pool name or Wildcat Penrose-Skelly-Grayburg

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 Gas Well Other

2. Name of Operator
 Stephens & Johnson Operating Co. ✓

3. Address of Operator
 P.O. Box 2249 Wichita Falls, Texas 76307-2249

4. Well Location
 Unit Letter N : 820 feet from the South line and 1660 feet from the West line
 Section 28 Township 21S Range 37E NMPM County Lea ✓

11. Elevation (Show whether DR, RKB, RT, GR, etc)
 3455.34

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

SUBSEQUENT REPORT OF:

REMEDIAL WORK ALTERNATE CASING
 COMMENCE DRILLING OPNS P AND A
 CASING/CEMENT JOB

OTHER: see below OTHER: see below

RECEIVED
 DEC 22 2008
 ALTERNATE CASING
 P AND A
HOBSOCD

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.

December 19, 2008:

Per instructions of Buddy Hill w/NM OCD, it is our intention to: Kill flowing the well, TOOH with tbg. and pkr., GIH and set CIBP @ 4000' w/35' cmt on top of CIBP. Run tbg. and pkr. in well, swab well back to flowing. Note: If well is to be P&A, CIBP will be drilled out and additional plugs will be set in wellbore.

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 Bob Gilmore TITLE Petroleum Engineer DATE 12-19-08
 Type or print name Bob Gilmore E-mail address: bgilmore@sjoc.net PHONE (940)723-2166

For State Use Only
 APPROVED BY Cary D. Hill TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE DEC 22 2008
 Conditions of Approval (if any):