

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

District II
811 S. First St., Artesia, NM 88210
Phone:(505) 748-1283 Fax:(505) 748-9720

District III
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
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101
June 16, 2008
Permit 134769

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address STEPHENS & JOHNSON OP CO PO BOX 2249 WICHITA FALLS , TX 76307		2. OGRID Number 19958
		3. API Number 30-015-39212
4. Property Code 306216	5. Property Name EAST MILLMAN UNIT	6. Well No. 240

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
G	14	19S	28E	G	2000	N	1786	E	EDDY

8. Pool Information

MILLMAN;YATES-SR-QN-GB-SA, EAST	46555
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3414
14. Multiple N	15. Proposed Depth 2700	16. Formation San Andres Formation	17. Contractor	18. Spud Date 8/29/2011
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

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

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Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	6000	Reagan

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> . Printed Name: Electronically filed by Devire Crabb Title: Production Analyst Email Address: dcrabb@sjoc.net Date: 7/19/2011	OIL CONSERVATION DIVISION	
	Approved By: Randy Dade	
	Title: District Supervisor	
	Approved Date: 7/20/2011	Expiration Date: 7/20/2013
	Conditions of Approval Attached	

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Form C-102
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WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-39212	2. Pool Code 46555	3. Pool Name MILLMAN;YATES-SR-QN-GB-SA, EAST
4. Property Code 306216	5. Property Name EAST MILLMAN UNIT	6. Well No. 240
7. OGRID No. 19958	8. Operator Name STEPHENS & JOHNSON OP CO	9. Elevation 3414

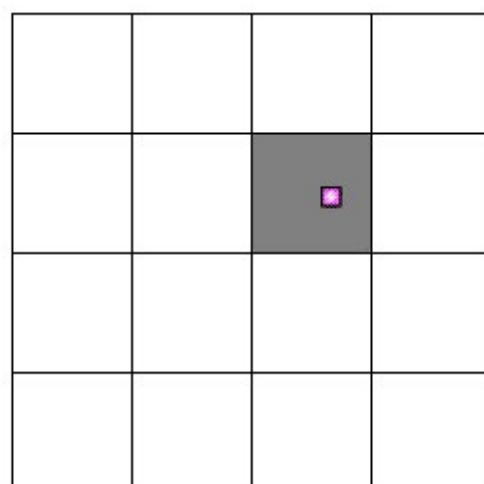
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
G	14	19S	28E		2000	N	1786	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40.00		13. 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: 7/19/2011

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: Randy Patton
Date of Survey: 4/14/2011
Certificate Number: 8112

Permit Comments

Operator: STEPHENS & JOHNSON OP CO , 19958

Well: EAST MILLMAN UNIT #240

API: 30-015-39212

Created By	Comment	Comment Date
Artesia	Land S/S	7/19/2011

Permit Conditions of Approval

Operator: STEPHENS & JOHNSON OP CO , 19958

Well: EAST MILLMAN UNIT #240

API: 30-015-39212

OCD Reviewer	Condition
Artesia	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string