

Submit 1 Copy To Appropriate District
Office
District I
1625 N French Dr, Hobbs, NM 88240
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

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

Form C-103
October 13, 2009

WELL API NO. 30-015-39034
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: East Millman Unit
8. Well Number 238
9. OGRID Number 019958
10. Pool name or Wildcat Millman; Yates-SR-QN-GB-SA, East
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3414' KB; 3402' 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"/>
2. Name of Operator Stephens & Johnson Operating Co
3. Address of Operator P O Box 2249, Wichita Falls, TX 76307
4. Well Location Unit Letter <u>H</u> : <u>1981</u> feet from the <u>North</u> line and <u>572</u> feet from the <u>East</u> line Section <u>14</u> Township <u>19S</u> Range <u>28E</u> NMPM County <u>Eddy</u>

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: ☐

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 19.15.7.14 NMAC.. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Spudded 12 1/4" hole 3:45 pm 6-22-11. Drilled to 300' KB & ran 7 jts 8 5/8" 24 #/ft surface csg and cemented w/200 sx cement. Cement circulated to surface (circulate 40 sx to pit). WOC 18 hrs. Pressure test BOP and 8 5/8" surface csg to 1500 psig for 30 minutes. Held OK. Drilled 7 7/8" hole to 2738' KB. Ran 64 jts 5 1/2" 15.50 #/ft csg, set at 2731' KB. Cemented w/675 sx cement. Plug down 10:51 pm 6-28-11. Circulated cement to surface (circulate 75 sx to pit).

RECEIVED

JUL 05 2011

NMOCD ARTESIA

Spud Date:

6/22/2011

Rig Release Date:

6/29/2011

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 6/30/2011

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 Donald Hay TITLE Field Supervisor DATE 7-15-11

Conditions of Approval (if any):