Form C-103 State of New Mexico Submit 1 Copy To Appropriate District Office Energy, Minerals and Natural Resources October 13, 2009 District 1 WELL API NO. 1625 N French Dr, Hobbs, NM 88240 30-015-27304 District II OIL CONSERVATION DIVISION 1301 W Grand Ave, Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE X FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S St Francis Dr., Santa Fe, NM State 648 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A East Millman Unit DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: Oil Well X Gas Well Other 2. Name of Operator 9. OGRID Number Stephens & Johnson Operating Co 019958 3. Address of Operator 10. Pool name or Wildcat P O Box 2249. Wichita Falls, TX 76307 Millman-Yates-SR-QN-GB-SA East 4. Well Location 1425 10 North West Unit Letter feet from the line and feet from the line Section 14 Township 19S Range 28E NMPM Eddy County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3472' KB: 3467' GR 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK [X] PLUG AND ABANDON REMEDIAL WORK ALTERING CASING **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. P AND A PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB DOWNHOLE COMMINGLE OTHER: 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. Existing well conditions: 8 5/8" surface casing @ 390'. Cmt w/350 sx. TOC-surface 5 1/2" Prod. casing @ 2647'. Cmt w/1050 sx. TOC-surface CIBP @ 1740'; Perfs 1816'-1972' CIBP @ 2131'; Perfs 2190'-2406'; 2508'-2520' Well Status: Temporarily Abandoned Propose to drill out CIBP's at 1740' and 2131', clean well out to PBTD of 2615' and return well to production. JUL 20 2011 Spud Date: Rig Release Date: NMOCD ARTES! I hereby certify that the information above is true and complete to the best of my knowledge and belief. Petroleum Engineer DATE 7-14-2011 SIGNATURE. TITLE_ mkincaid@sjoc.net Type or print name William M. Kincaid PHONE <u>940-723-2166</u> E-mail address: _ For State Use Only Field Supervisor DATE 7-28-2011 APPROVED BY

conditions of approval.

Conditions of Approval (if any)

NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL

Stephens & Johnson Operating Co. East Millman Unit #199 30-015-27304

- 1. Trucking companies being used to haul oilfield waste to disposal facilities commercial or private- shall have an approved NMOCD C-133 Permit. A copy of this permit shall be available in each truck used to transport waste products. It is the responsibility of the operator as well as the contractor to verify that this permit is in place. Drivers shall make permit available upon request of an OCD inspector. It is the responsibility of the operator to see to it that waste from their wells is being disposed of in a proper manner.
- 2. Closed Loop system to be used during this recompletion operation.
- 3. Submit updated well bore diagram with subsequent report of recompletion.

DG 7/28/2011