

Submit 1 Copy To Appropriate District Office  
District I - (575) 393-6161  
1625 N French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
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  
Revised August 1, 2011

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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)		WELL API NO. 30-015-39961
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Stephens & Johnson Operating Co		6. State Oil & Gas Lease No. 648
3. Address of Operator P O Box 2249, Wichita Falls, TX 76307		7. Lease Name or Unit Agreement Name: East Millman Unit
4. Well Location Unit Letter <u>A</u> : <u>660</u> feet from the <u>North</u> line and <u>574</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>		8. Well Number 242
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3417' KB, 3405' GR		9. OGRID Number 019958
		10. Pool name or Wildcat Millman-Yates-SR-QN-GB-SA East

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: ☐

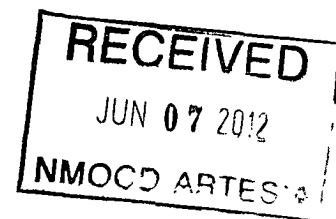
SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: Completion ☒

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.

See Attached Detail



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 William M. Kincaid TITLE Petroleum Engineer DATE 6/5/2012

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 T.C. Shapard TITLE Geologist DATE 6/15/2012

Conditions of Approval (if any):

Page 2 (C-103)  
Stephens & Johnson Operating Co.  
East Millman Unit No. 242  
API No. 30-015-39961  
Eddy County, New Mexico

Well Data:

Total Depth: 2715' KB  
PBTD: 2685' KB  
Surface Casg: 8 5/8" 24# set @ 300' KB, cement w/200 sx, cement  
circulated to surface.  
Prod. Csg: 5 1/2" 15.50# set @ 2699' KB, cement w/600 sx,  
cement circulated to surface.

Completion Information:

04/17/2012: Pressure tested 5 1/2" casing to 1500 psi for 30  
minutes. Held OK. Perforated one shot at each of  
the following depths: 2201', 2204', 2207', 2210',  
2213', 2293', 2301', 2304', 2307', 2310', 2385',  
2388', 2391', 2429', 2430', 2433', 2435', 2437',  
2439', 2455', 2457', 2459', 2461', 2463', 2479',  
2482', 2485' KB.

04/19/2012: Acidized perforations with 2500 gals 15% NEFE acid.

05/07/2012: Frac perforations with 108,909 gals 10# brine, 1000  
lbs 20/40 sand, 11,410 lbs LiteProp 108 (14/40),  
4,000 lbs Resin coated Super LC 20/40 sand.

05/10/2012: Run downhole equipment as follows:  
Tubing: 82 jts, 2 7/8", 6.5 lb/ft, J-55, SN @ 2543' KB  
Rods: 1-2' x 7/8" Grade D rod subs  
41 - 7/8" Grade D rods  
54 - 3/4" Grade D rods  
4 - 1 1/2" Grade D Sinker Bars  
Pump: 2 1/2" x 2" x 16' pump w/1' lift sub

05/10/2012: Install electricity, turn well on production.