

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  
May 27, 2004

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

WELL API NO. 30-015-10194
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-4397-3
7. Lease Name or Unit Agreement Name: East Millman Pool Unit Tract 3 8910169240
8. Well Number 1
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.)  
GR 3375'

Pit or Below-grade Tank Application ☒ or Closure ☐  
Pit type Wk OVR Depth to Groundwater 150' Distance from nearest fresh water well 2770' Distance from nearest surface water 1150'  
Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 700 bbls; Construction Material Earthen

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 Water Injection Well ☒

2. Name of Operator  
Stephens & Johnson Operating Co.

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

4. Well Location  
Unit Letter I : 1650 feet from the South line and 990 feet from the East line  
Section 12 Township 19S Range 28E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
GR 3375'

Pit or Below-grade Tank Application ☒ or Closure ☐  
Pit type Wk OVR Depth to Groundwater 150' Distance from nearest fresh water well 2770' Distance from nearest surface water 1150'  
Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 700 bbls; Construction Material Earthen

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 COMPLETION ☐  
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Notify OCD 24 hours  
prior to test. 748-1283

See Attachment

Notify OCD 24 hrs. prior to any work done

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☒ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE William M. Kincaid TITLE Petroleum Engineer DATE 9-13-2005

Type or print name William M. Kincaid

E-mail address: mkincaid@sjoc.net

Telephone No. (940) 723-2166

For State Use Only

APPROVED BY [Signature] TITLE Field Supervisor DATE SEP 20 2005

Conditions of Approval, if any:

East Millman Pool Unit No. 3-1 failed a mechanical integrity test on September 6, 2005. The following remedial work is for repairing the casing in this well.

1. TOH with packer and tubing.
2. TIH with a tubing work string and packer and locate casing leak. TOH.
3. Set retrievable bridge plug at 1650'.
4. Cement squeeze casing leak.
5. Drill out cement.
6. TIH with injection packer and tubing string.
7. Circulate annulus with packer fluid to protect casing and tubing against corrosion.
8. Perform MIT.