

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

Form C-101
Revised October 18, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

☐ AMENDED REPORT

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

Operator Name and Address. Stephens & Johnson Operating Co. P.O. Box 2249 Wichita Falls, TX 76307-2249		RECEIVED JAN 29 2004	OGRID Number 019958
Property Code 009799	Property Name East Millman Pool Unit Tract 7	OCD-ARTESIA	API Number 30-0 S-33220
		Well No. 15	

7 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	13	19S	28E		1659	South	2607	West	Eddy

8 Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

9 Proposed Pool 1

Millman QN-GB-SA, East

10 Proposed Pool 2

Work Type Code N	Well Type Code O	Cable/Rotary R	Lease Type Code S	Ground Level Elevation 3366
Multiple No	Proposed Depth 2700	Formation San Andres	Contractor United Drilling	Spud Date 2-16-2004

21 Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4"	8 5/8"	24 lb/ft	400'	360	Surface
7 7/8"	5 1/2"	15.50 lb/ft	2700'	900	Surface

Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

- Drill 12 1/4" hole to 400'. Set 8 5/8" 24# csg w/approx. 360 sacks of cmt. WOC 18 hrs.
- Drill 7 7/8" hole to top of San Andres. Set 5 1/2", 15.50# csg w/approx. 900 sacks of cement.
- Complete well in Grayburg formation.

I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

William M. Kincaid

Printed name:

William M. Kincaid

Title:

Petroleum Engineer

Date:

1-27-2004

Phone:

940-723-2166

OIL CONSERVATION DIVISION

Approved by:

Jim W. Seem

Title:

SUPERVISOR, DISTRICT II

Approval Date:

FEB 04 2004

Expiration Date:

FEB 04 2005

Conditions of Approval:

Attached ☐

District I
PO Box 1988, Hobbs, NM 88241-1988
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name	
		46-555		Millman QN-GB-SA, East	
4 Property Code		5 Property Name			6 Well Number
009799		East Millman Unit Tract 7			15
7 OGRID No.		8 Operator Name			9 Elevation
019958		Stephens & Johnson Operating Co.			3366

10 Surface Location

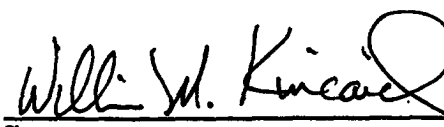
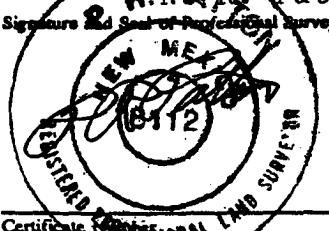
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	13	19 S	28 E		1659	South	2607	West	Eddy

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

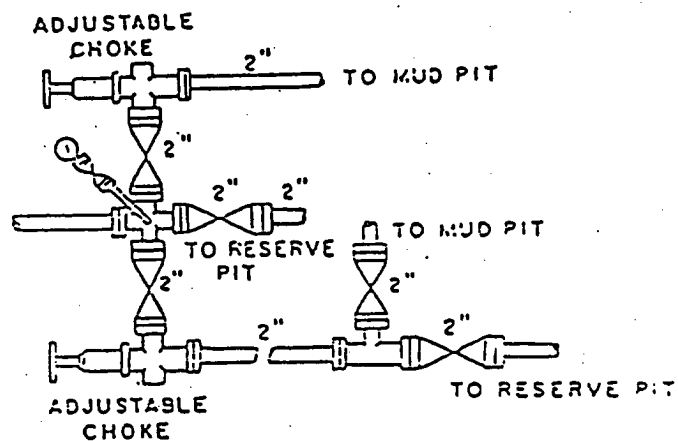
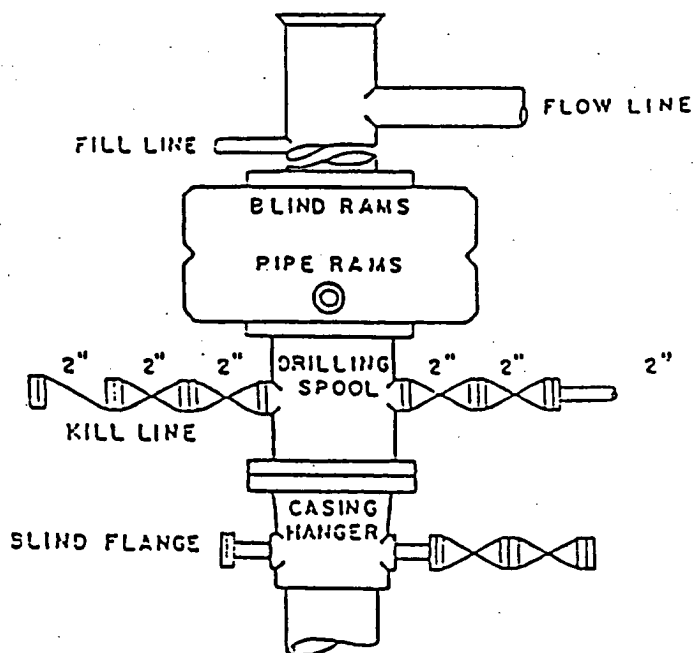
12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.

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

16				17 OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i>  Signature William M. Kincaid Printed Name Petroleum Engineer Title July 18, 2001 Date
				18 SURVEYOR CERTIFICATION <i>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.</i> July 7, 2001 Date of Survey R. H. A. Patton Signature and Seal of Professional Surveyor:  Certificate No. 8112

2607'

1659'



BOP DIAGRAM
3000# WORKING PRESSURE
RAMS OPERATED DAILY

EAST MILLMAN POOL UNIT NO. 7-15
EDDY COUNTY, NEW MEXICO

EXHIBIT NO. 1

Telephone (940) 723-2166

STEPHENS & JOHNSON OPERATING CO.

FAX (940) 723-8113

811 Sixth Street, Suite 300

Post Office Box 2249

WICHITA FALLS, TEXAS
76307-2249

February 3, 2004

New Mexico Oil Conservation Division
1301 W Grand Ave.
Artesia, NM 88210

Re: Application for Permit to Drill
Stephens & Johnson Operating Co.
East Millman Pool Unit
Well No. 7-15
Eddy County, New Mexico

Gentlemen:

Please be advised that the above referenced Application for Permit to Drill does not meet the requirement for an H2S contingency plan to be submitted.

Should you have any questions concerning this matter, please do not hesitate to contact us.

Yours very truly,

STEPHENS & JOHNSON OPERATING CO.



William M. Kincaid