

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

Form C-103
October 13, 2009

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

WELL API NO. 30-015-38046
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 234
9. OGRID Number 19958
10. Pool name or Wildcat Millman-Yates-SR-QN-GB-SA East
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3409' KB; 3397' 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>I</u> : <u>2224</u> feet from the <u>South</u> line and <u>660</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:

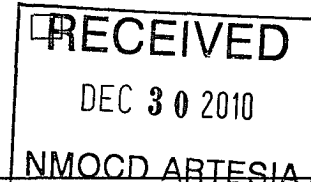
PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

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

OTHER: 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.

October 4, 2010: Pressure tested 5 1/2" 15.50 #/ft casing to 1500 psi for 30 minutes. Held OK. Perforated one shot at each of the following depths: 2173, 2176, 2179, 2182, 2185, 2206, 2209, 2212, 2215, 2229, 2232, 2235, 2238, 2241, 2244, 2323, 2337, 2341, 2395, 2398, 2401, 2404, 2407, 2410, 2416, 2420, 2424, 2428, 2432, 2455, 2458, 2461.

November 12, 2010: Acidized perforations with 2500 gals 15% NEFE acid.

December 13, 2010: Sand fraced perforations with 85,000 lbs 16/30 brown sand, 49,000 gals gel.

December 15, 2010: Hung well on production.

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 12/27/2010

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 David Gray TITLE Field Supervisor DATE 1-3-11

Conditions of Approval (if any):

submit sundry to include hbg. detail-size, wt, grad, # of jts in hole.