

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 87240
 District II
 811 South First, Artesia, NM 87210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

WELL API NO.
30-15-31300

5. Indicate Type of Lease
 STATE FEE

6. State Oil & Gas Lease No.
E-4397

7. Lease Name or Unit Agreement Name:
**8910169240
 East Millman Pool Unit
 Tract 2**

8. Well No.
2

9. Pool name or Wildcat
Millman QN-GB-SA, East

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

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 **J** : **2324** feet from the **South** line and **1643** feet from the **East** line
 Section **12** Township **19S** Range **28E** NMPM County **Eddy**

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
3381' GR 3387' KB

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. 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 recompilation.

- Spudded 12 1/4" hole 1:00 PM 10-2-00. Drilled to 436' KB & ran 10 jts 8 5/8" 24#/ft. surface csg. and cemented w/260 sx of cement. Cement circulated to surface. WOC 18 hrs.
- Drilled 7 7/8" hole to 2700'. Ran 61 jts 5 1/2", 15.50#/ft. csg, set @ 2689' KB. Cemented with 800 sx of cement. Plug down @ 9:30 PM 10-6-00.
- Perforated Grayburg formation one shot at each of the following depths: 2401, 2403, 2405, 2441, 2455, 2460, 2475, 2478, 2481, 2484, 2501, 2503, 2505, 2507, 2509, 2522, 2525, 2527, 2529, 2531 KB.
- On 10-18-00 acidized perforations w/3,000 gals 15% NEFE and sand fraced perforations w/51,000 gals Delta Frac and 152,000 lbs 12/20 sand.

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 12-1-00

Type or print name William M. Kincaid Telephone No. 940/723-2166
 (This space for State use)

APPROVED BY Jim W. Gunn TITLE District Supervisor DATE DEC 06 2000

Conditions of approval, if any: