

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

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

Form C-103
October 13, 2009

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.)		WELL API NO. 30-015-39211
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 <input checked="" type="checkbox"/>		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>J</u> : <u>1965</u> feet from the <u>South</u> line and <u>1835</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 239 <input checked="" type="checkbox"/>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3416' KB; 3409' GR		9. OGRID Number 019958 <input checked="" type="checkbox"/>
		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 ☐

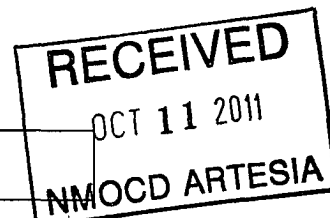
OTHER: ☐

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.

Spudded 12 1/4" hole 11:00 am 9-23-11. Drilled to 300' KB & ran 7 jts 8 5/8" 24 #/ft surface csg and cemented w/275 sx cement. Cement circulated to surface (circulate 21 sx to pit). WOC 18 hrs. Pressure test BOP and 8 5/8" surface csg to 1500 psig for 30 minutes. Held OK. Drilled 7 7/8" hole to 2720' KB. Ran 65 jts 5 1/2" 15.50 #/ft csg, set at 2716' KB. Cemented w/675 sx cement. Plug down 6:16 am 10-3-11. Circulated cement to surface (circulate 206 sx to pit).

Spud Date: 9/23/2011

Rig Release Date: 10/3/2011



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 10/7/2011

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. L. Shepard TITLE Geologist DATE OCT 12 2011

Conditions of Approval (if any):

Handwritten initials