Submit 3 Copies To Appropriate District State of New Mexico		Form C-103
District 1	rals and Natural Resources	May 27, 2004 WELL API NO.
1625 N. French Dr., Hobbs, NM 87240 District II	TEDUATION DIVICION	30-015-34345
1301 W. Grand Ave., Artesia, NM 88210	SERVATION DIVISION South St. Francis Dr.	5. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410	nta Fe, NM 87505	STATE X FEE
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505		6. State Oil & Gas Lease No. E-4397
SUNDRY NOTICES AND REPO	RTS ON WELLS	7. Lease Name or Unit Agreement Name:
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL O	R TO DEEPEN OR PLUG BACK TO A	East Millman Pool Unit Tract 3
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERM PROPOSALS.)	IIT" (FORM C-101) FOR SUCH	8910169240
1. Type of Well:		8. Well Number
Oil Well X Gas Well Other		4
2. Name of Operator	RECEIVED	9. OGRID Number
Stephens & Johnson Operating Co.	JAN 0 3 2006	019958
3. Address of Operator P.O. Box 2249, Wichita Falls, TX 76307-2		Millman Yates-SR-QN-GB-SA, East
4. Well Location	CU-AH ESM	THITIMAN Tates SN QN GD SA, East
I 1520 C C	. South 1	000 5 5 4 Fact 1
Unit Letter I : 1539 feet from	m the South line and	990 feet from the <u>East</u> line
Section 12 Towns	hip 19S Range 28E	NMPM County Eddy
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		
3375 ' GR 3381 ' KB		
Pit or Below-grade Tank Application or Closure	-	
Pit type Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water		
Pit Liner Thickness: mil Below-Grad	e Tank: Volumebbls; Constructi	ion Material
12. Check Appropriate Bo	x to Indicate _l Nature of Notice	. Report, or Other Data
NOTICE OF INTENTION TO:		SSEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG AND AB		ALTERING CASING
TEMPORARILY ABANDON	IS COMMENCE DRILL	
DULL OF ALTER CACING		ABANDONMENT
PULL OR ALTER CASING LJ MULTIPLE COMPLETION	CASING TEST AND CEMENT JOB	
OTHER:	OTHER:	
13. Describe proposed or completed operations. (Clea	arly state all pertinent details, and give	ve pertinent dates, including estimated date
of starting any proposed work). SEE RULE 1103		
or recompletion.		
		,
	Con Attachment	
	See Attachment	
I hereby certify that the information above is true and co	omplete to the best of my knowledge	e and belief. I further certify that any nit or below-
grade tank has been/will be constructed or closed according to N	MOCD guidelines X , a general permit	or an (attached) alternative OCD-approved plan
SIGNATURE Will M. Furand	TITLEPetroleu	m Engineer DATE 12-27-05
m	E-mail address:	mkincaid@sjoc.net
Type or print name William M. Kincaid		Telephone No. (940) 723-2166
For State Use Only		JAN 0 5 2006
APPROVED BY FOR RECORDS O	NLY TITLE	DATE

Conditions of Approval, if any:

Page 2 (C-103 Attachment)

- 1. Spudded 12 1/4" hole 6:00 PM 10-13-05. Drilled to 330' KB & ran 8 jts 8 5/8" 24#/ft. surface csg and cemented w/225 sx of cement. Cement circulated to surface (circulate 65 sx to pit). WOC 18 hrs. Pressure test BOP and 8 5/8" surface casing to 1,000 psig for 30 minutes. Held OK.
- 2. Drilled 7 7/8" hole to 2735'. Ran 70 jts 5 1/2", 15.50#/ft. csg, set @ 2724' KB. Cemented w/930 sx of cement. Plug down @ 3:32 PM 10-19-05.
- 3. Test 5 1/2" production casing to 1,500 psig for 30 minutes. Held OK. Perforated Basal Queen formation from 1965-1971', 1990-1992', 2004-2006', 2015-2017', 2022-2054 KB @ 2 shots per foot.
- 4. On 12-7-05 acidized perforations w/3,000 gals 10% NEFE.
- 5. On 12-9-05 sand fraced perforations w/101,500 gals 10 lb brine water, 1,000 lbs 20/40 sacked sand, 18,000 lbs of BJ LiteProp 125, and 5,000 lbs Super LC 16/30 sand.