Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

FORM APPROVED
OMB NO. 1004-0137
Expires March 31, 2007

5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON

NM-069107

6. If Indian, Allottee or Tribe Name

Do not use this form for proposals to drill or to re-carter an

abandoned well. Use Forn	n 3160-3 (APD) foi	r such Broposals	mo 23	NA.			
SUBMIT IN TRIPLICATE - Other instructions on regers of the CE/VFD					7. If Unit or CA/Agreement, Name and/or No. East Millman Pool Unit		
X Oil Well Gas Well Other 2. Name of Operator					8910169240 8. Well Name and No. Tract 6 Well No 10		
Stephens & Johnson Operating Co. Ba. Address P.O. Box 2249 Wichita Falls TX 7630	3b. Phone No. (include area code) (940) 723-2166		9. API Well No. 30-015-34891 10. Field and Pool, or Exploratory Area				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 13, T19S, R28E 510 FNL, 1940 FEL				Millman (Yates-SR-QN-GB-SA) East 11. County or Parish, State Eddy NM			
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA							
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent X Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injecti	Deepen Production (Start/IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII		n e iy Abandon	Water Shut-f Well Integrity X Other and Complete	Drill	
3. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof.							

If the proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BLA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

SEE ATTACHED

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	Title						
William M. Kincaid	Petroleum Engineer						
Will M. Kniai	Date 10-6-06						
THIS SPACE FOR FEDERAL OR STATE OFFICE USE							
Approved by	Title	Date					
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.							

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

EAST MILLMAN 6-10 FORM 3160-5 EDDY COUNTY, NM

- Spudded 12 1/4" hole 7:45 pm 8-21-06. Drilled to 344' KB and ran 8 jts 8 5/8" 24#/ft surface csg and cemented w/325 sx of cement. Cement did not circulate. Run temperature survey. TOC @ 120'. Run 1" pipe and cement w/150 sx. Circulate 33 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 2720' KB. Ran 67 jts 5 1/2", 15.50#/ft csg, set @ 2705' KB. Cemented w/850 sx of cement. Plug down @ 5:05 am 8-28-06. Cement circulated to surface (circulate 39 sx to pit).
- 3. Test 5 1/2" production casing to 1,500 psig for 30 minutes. Held OK. Perforated Grayburg formation one shot at each of the following depths: 2405', 2408', 2411', 2451', 2454', 2457', 2460', 2463', 2466', 2469', 2480', 2483', 2486', 2489', 2492', 2495', 2498', 2511', 2515', 2521', 2524', 2527', 2552', 2555', 2558', 2561', 2564', 2567' and 2570' KB.
- 4. On 9-13-06 acidized perforations w/3,000 gals 15% NEFE.
- 5. On 9-14-06 sand fraced perforations w/103,500 gals 10 lb brine water, 20,000 lbs of BJ LiteProp 125, and 5,000 lbs Super LC 16/30 sand.