Form C-103 State of New Mexico Submit 3 Copies To Appropriate District Office Energy, Minerals and Natural Resources May 27, 2004 District I WELL API NO. 1625 N French Dr , Hobbs, NM 87240 30-015-02234 District II OIL CONSERVATION DIVISION 1301 W Grand Ave, Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE X FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 E-7668 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A East Millman Pool Unit Tract 7 DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8910169240 PROPOSALS) 8. Well Number 1. Type of Well: Oil Well X Gas Well Other 9. OGRID Number 2. Name of Operator Stephens & Johnson Operating Co. 019958 3. Address of Operator 10. Pool name or Wildcat P.O. Box 2249, Wichita Falls, TX 76307-2249 Millman Yates-SR-QN-GB-SA, East 4. Well Location 1980 North 1980 Unit Letter feet from the line and feet from the line Township 19S Range **NMPM** County Eddy Section 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3379' GR Pit or Below-grade Tank Application or Closure Depth to Groundwater ___ _ Distance from nearest fresh water well _____ Distance from nearest surface water _ _bbls; Construction Material . Pit Liner Thickness: Below-Grade Tank: Volume_ 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: REMEDIAL WORK ALTERING CASING PERFORM REMEDIAL WORK PLUG AND ABANDON . **CHANGE PLANS** COMMENCE DRILLING OPNS. PLUG AND |X|**TEMPORARILY ABANDON ABANDONMENT** CASING TEST AND **MULTIPLE** PULL OR ALTER CASING COMPLETION CEMENT JOB OTHER: 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Plugging of the well bore. Liability under bond is retained until surface restoration. environmental remediation and See Attachment final inspection is completed. I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or belowgrade tank has been/will be constructed or closed according to NMOCD guidelines _____, a general permit ____or an (attached) alternative OCD-approved plan ____ Petroleum Engineer TITLE_ _ DATE _ mkincaid@sjoc.net E-mail address: Type or print name William M. Kincaid Telephone No. (940) 723-2166 Genv Guve

TITLE.

Deputy Field Inspector

District II - Artesia

AUG 2

2007

For State Use Only

Conditions of Approval, if any:

APPROVED BY

Stephens & Johnson Operating Co. East Millman Unit No. 7-1 API No. 30-015-02234 Eddy County, New Mexico

July 23, 2007

Well Data:

Elevation: 3386' DF; 3379' GL

TD: 2188' PBTD: 2169'

Surf Csg: 9 5/8", 15 jts 579' H-40, 32.2#, set @ 591' w/400 sx cmt, cmt did not circ,

cmt down outside of csg w/125 sx

Prod Csg: 4 1/2", 68 jts 2177' J-55, 9.5#, set @ 2188', cmt circ w/550 sx cmt

Perfs: Qn 1722-1726', Upper GB 2054-2123'

Note: CIBP set @ 2040' (8-22-2001). 4 1/2" csg is collapsed above the CIBP at approximately 2000'.

Plug and Abandonment Procedure

6/27/07 RIH and set cement retainer at 1596'. Stung into retainer and pumped 150 sx of cement. Staged last 25 sx and obtained a 400 psi squeeze pressure below cement retainer. Stung out of cement retainer. Pumped and circulated 125 sx of cement from top of cement retainer back to surface inside 4 1/2" casing. Set P&A marker. Well is plugged and abandoned.