

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  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources  
**OIL CONSERVATION DIVISION**  
1220 S. St. Francis Dr.  
Santa Fe, NM 87505

Form C-103  
Revised March 25, 1999

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other injection <input type="checkbox"/>		WELL API NO. 30 015 01801
2. Name of Operator Melrose Operating Co.	5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>	
3. Address of Operator c/o Box 953, Midland, TX 79702	6. State Oil & Gas Lease No.	
4. Well Location Unit Letter <u>K</u> <u>1653.6</u> feet from the <u>South</u> line and <u>2272.4</u> feet from the <u>East</u> line Section <u>3</u> Township <u>18S</u> Range <u>28E</u> NMPM <u>Eddy</u> County	7. Lease Name or Unit Agreement Name: Artesia Unit	
10. Elevation (Show whether DR, RKB, RT GR, etc.)	8. Well No. 54	
	9. Pool name or Wildcat Artesia, Q, GR, SA	

<b>I 1. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data</b>	
<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: Downhole Commingling <input checked="" type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENTJOB <input type="checkbox"/> OTHER: Bond Log <input checked="" 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.

As per the waterflood order R-11720 for the Artesia Unit, bond log was run on this well on 12-27-04.  
Top of cement is at 1930'. Bond log attached.

LCJ not submitted  
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Regulatory Agent DATE 3-3-05

Type or print name Ann E. Ritchie  
(This space for State use)

Telephone No. 432 684-6381

APPROVED BY FOR RECORDS ONLY TITLE  DATE MAR 14 2005  
Conditions of approval, if any: