

Submit 3 Copies 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

Form C-103  
May 27, 2004

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

WELL API NO. <b>30-015-01797</b>
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <b>ARTESIA UNIT</b>
8. Well Number <b>56</b>
9. OGRID Number <b>184860</b>
10. Pool name or Wildcat <b>Artesia</b>

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.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	RECEIVED
2. Name of Operator <b>MELROSE OPERATING COMPANY</b>	MAR 03 2006
3. Address of Operator c/o P.O. Box 953, Midland, TX 79702	<del>000-ARTESIA</del>
4. Well Location Unit Letter <b>K</b> : <b>1570'</b> from the <b>SOUTH</b> line and <b>1570</b> feet from the <b>WEST</b> line Section <b>3</b> Township <b>18 S</b> Range <b>28E</b> NMPM <b>Eddy</b> County <b>NM</b>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3667 GR</b>	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type Line Dirt _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____	
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

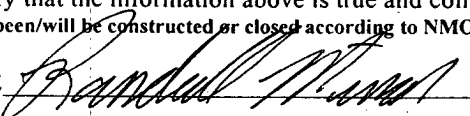
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input checked="" type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>
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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.

- 2-3-06 M.I. R.U., Basic Energy Services, P & A Rig #1273.  
2-6-06 Could not get past 300' w/17" pkr. T.I.H. open ended to 1,770'. Spot 100 sx. cmt. W.O.C.  
2-7-06 Tag 1,220'. Perf. @1,060'. Spot 50 sx. @ 1,100'. W.O.C. & tag @887'.  
2-8-06 Perf. @ 450'. Spot 100 sx. cmt. @ 500' W.O.C. & tag @271'. Spot 50 sx. cmt. W.O.C. & tag @263'. Respot 100 sx. cmt. W.O.C. & tag @254'.  
2-9-06 Respot 50 sx. cmt. W.O.C. & tag @170'. Perf. well @ 60'. Set pkr. @ 30'. Sqz. 150 sx. cmt. Displace to 50'.  
2-10-06 T.O.C. @65'. Mix & sqz. 100 sx. cmt. Circulate cement up backside of 7" csg. W.O.C. & tag 60'. Spot 20 sx. cmt. to fill csg. To surface.  
2-13-06 T.O.C. @ surface. Rig down & install dry hole marker.

Approved as to plugging of the well bore. Liability under bond is retained until surface restoration, environmental remediation and 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 below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE 

TITLE: Agent

DATE: 2-16-06

Type or print name **RANDALL MINEAR**  
E-mail address: roger.massey@basicenergyservices.com  
For State Use Only

Telephone No.: (432) 530-0907

APPROVED BY: \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of Approval (if any): \_\_\_\_\_