<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

State of New Mexico

Form C-101 Permit 22728

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBAC 1. Operator Name and Address								2.	2. OGRID Number				
MELROSE OPERATING COMPANY									184860				
5813 NW GRAND BLVD STE B									3. API Number				
OKLAHOMA CITY, OK 73118										30-025-37682			
	4. Property Code			5. Property Name				6. Well No.					
	25191			JALMAT F	925 93		JNIT		184				
				7.9	Surface L	ocation	700.00			2010;2500K			
UL - Lot	Section	Township	Range		Feet From		ine Feet From	n F	VW Line	County			
G	13	22S	35E	G	1335	N N	1388	_ _	E	LEA			
	1 35	220	332	5 0 576	27.73	<u> </u>	1500	0	-				
				8. I	Pool Info	rmation							
ALMA'	Γ;TAN-YATE	S-7 RVRS (OIL)							33			
				Addition	nal Well	Informati	on	-					
9. Work Type 10. Well			Type 11. Cable/Rotary			12. Lease Typ	12. Lease Type 13. Ground Le						
New Well OII			85 O 25 O			State	State 3590		3590				
14. Multiple 15. Propos		15. Propose	d Depth	epth 16. Formation			17. Contract	17. Contractor		18. Spud Date			
16 16 16 16 16 16 16 16 16 16 16 16 16 1		420	10	Seven Rivers			620 Callan 60 A			2/8/2006			
De	pth to Ground w	ater	Distance from nearest fresh water well				I	Distance to nearest surface water					
	350	275000			> 1000)			>	1000			
<u>it:</u> Liner	:: Synthetic 🛛	12 t	nils thick	Clay Pit V	/olume: <u>4</u> 800		illing Method:	ndi nouetter	ANAGEST NO	51178-509 - 014100011070			
Close	ed Loop System			23.400	-	Fr	esh Water 🏻 Brin	e Dies	el/Oil-based	Gas/Air			
			19.	Proposed C	asing an	d Cement	Program	*****					
Туре	Hole Size	Casing T	уре	Casing Weight/ft		Setting Dept	h Sacks	Sacks of Cement		nt Estimated TOC			
Surf	12.25	8.625	4.	24		350	(8)	250		0			
Prod	7.875	5.5		15.5		4200	1200		0				
			Casing	/Cement P	rogram:	Additiona	l Comments	8					
			_		200.00								
			P	roposed Blo	wout Pre	vention F	rogram						
	Туре			roposed Blo king Pressure	wout Pre		rogram st Pressure		Ma	nufacturer			

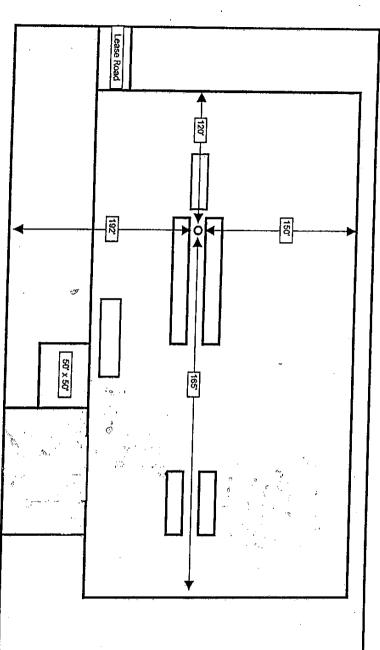
Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	Weatherford

of my knowledge and belief.	ation given above is true and complete to the best Ding pit will be constructed according to	OIL CONSERVATION DIVISION			
NMOCD guidelines 🔀, a ge OCD approved plan 🗀	neral permit , or an (attached) alternative	Approved By: Paul Kautz			
Printed Name: Electronic	ally filed by Michael Corjay	Title: Geologist	65		
Title: Manager		Approved Date: 2/6/2006	Expiration Date: 2/6/2007		
Email Address: Mjcokc@	Ocs.com				
Date: 2/3/2006	Phone: 405-848-4012	Conditions of Approval Atta	ched		



Welrose Operating Company Talmat Field Sand Vates Unit

Lea County, New Mexico
(Not to Scale)



State of New Mexico

DISTRICT I 1625 N. FRENCE DR., HOBBS, NM 65240

Energy, Minerals and Natural Resources Department

Form C-102

Revised JUNE 10, 2003 Submit to Appropriate District Office

mit to Appropriate District Office State Lease — 4 Copies Fee Lease — 3 Copies

DISTRICT II 1301 W. GRAND AVENUE, ARTESIA, NM 80210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR.

Santa Fe, New Mexico 87505

DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAT 1220 S. ST. FRANCIS DR., SANTA FE, NM 07505 ☐ AMENDED REPORT API Number Pool Code Pool Name 33820 Jalmot (T-Y-TR) 30-025 Property Code Property Name Well Number 25/91 JALMAT Field Sand Yates Unit 185 OGRID No. Operator Name Elevation MELROSE OPERATING COMPANY 184860 3585

Surface Location

UL or lot No.	Section	Township	Range	Lot idn	Feet from the	North/South line	Feet from the	East/West line	County
В	13	22-S	35-E		692	NORTH	2089	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infili Co	nsolidation (1	đer No.	1	<u></u>	L	
40		1		6	vaterflood	1 Unit			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN ADDROVED BY THE DIVISION.

OR A NON-STANDARD UNIT HAS BEEN APPROVED BY TI	HE DIVISION
2089'	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and bettef. Mic Turke No.
GEODETIC COORDINATES NAD 27 NME Y=509646.9 N X=813091.5 E LAT.=32'23'49.38" N LONG.=103'19'08.29" W	Ann E. Ritchie Printed Name Regulatory Agent Tille 2-2-06 Date SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief. JANUARY 19, 2006 Date Surveyed. Signature & Seal of Professional Surveyor. Any A Learn 24/06
	Certificate No. GARY EIDSON 12641

Permit Conditions of Approval

Operator: MELROSE OPERATING COMPANY, 184860

Well: JALMAT FIELD YATES SAND UNIT #184

API: 30-025-37682

OCD Reviewer	Condition
IDKAUTZ	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
pkautz	prior to any pit construction notify Gary Wink at 505-393-6161 ext 114