Sub. it 3 Copies To Appropriate District Office	State of New Mexico		Form C-103					
<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural Resources		Revised June 10, 2003 WELL API NO.					
District II	OIL CONCEDUATION	DIMEION	30 015 0179					
1301 W. Grand Ave., Artesia, NM 88210	W. Grand Ave., Artesia, NM 88210 OIL CONSERVATION DIVISION		5. Indicate Type of Lease					
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.		STATE X FEE					
District IV	District IV Santa Fe, NM 8/303		6. State Oil	& Gas Lease No.				
1220 S. St. Francis Dr., Santa Fe, NM 87505								
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 DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH				Artesia Unit				
PROPOSALS.) 1. Type of Well:				8. Well Number				
				Well # 56				
2. Name of Operator MAR 0 3 2006			9. OGRID Number					
Molecco Operating Company			184860					
3. Address of Operator			10. Pool name or Wildcat					
c/o P.O. Box 953, Midland, TX 79702	<u>}</u>		Artesia					
4. Well Location								
Unit Letter_K: 1570 feet from the South_line and 1570 feet from the West_line								
Section 3 Township 18S Range 28E NMPM Eddy County								
11. Elevation (Show whether DR, RKB, RT, GR, etc.								
Sementer Salvered			<u>.</u>					
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data								
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:								
PERFORM REMEDIAL WORK P	PLUG AND ABANDON 🔲 📗	REMEDIAL WOR	K	ALTERING CASIN	G ∐			
TEMPORARILY ABANDON 🔲 C	CHANGE PLANS	COMMENCE DRI	LLING OPNS	.☐ PLUG AND ABANDONMENT				
	MULTIPLE	CASING TEST AND						
C	COMPLETION	CEMENT JOB						
OTHER:		OTHER: Waterflood ruling compliance X						
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.								
- -								
Attached Oil Conservation Division Form C-103 for the plugging and abandonment of the Melrose Operating Company, Artesia Unit,								
Well #56 as per Waterflood Order R-11	720 for waterflood expansion pe	rmitting and compl	iance.					
	•							
SEEACHED								
SHACKET								
///	_							
	,)							
I hereby certify that the information above is true and complete to the best of my knowledge and belief.								
SIGNATURE Machine TITLE_Regulatory Agent DATE 2-28-06_								
Type or print name Ann E. Ritchie E-mail address: ann.ritchie@wtor.net Telephone No. 432 684-6381								
(This space for State use)								
APPPROVED BY	יז הווויף			DATE				
Conditions of approval, if any:	TITLE	M		DATE				

Submit 3 Copies To Appropriate District	State of New	v Mexico		Form C-103				
Office District I	Energy, Minerals and Natural Resources			May 27, 2004				
1625 N. French Dr., Hobbs, NM 88240			WELL API NO. 30-015-0179 7					
District II 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVAT	ION DIVISION	5. Indicate Type of Lease					
District III	1220 South St.	Francis Dr.		EE 🗌				
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, Ni	M 87505	6. State Oil & Gas Lease					
1220 S. St. Francis Dr., Santa Fe, NM			general e					
87505	TICES AND REPORTS ON WE	ELLS	7. Lease Name or Unit A	greement Name				
(DO NOT USE THIS FORM FOR PROF	OSALS TO DRILL OR TO DEEPEN O	OR PLUG BACK TO A		g				
DIFFERENT RESERVOIR. USE "APPI PROPOSALS.)	LICATION FOR PERMIT" (FORM C-I	01) FOR SUCH	ARTESIA UNIT					
1. Type of Well: Oil Well X	Gas Well Other	RECEIVE	8. Well Number 56					
2. Name of Operator			9. OGRID Number					
	RATING COMPANY	MAR 0 3 2006	184860					
3. Address of Operator	1 C 1 C 2 C 2 C 2 C 2 C 2 C 2 C 2 C 2 C	UCU-ATTERIA	10. Pool name or Wildcat	:				
	Midland, TX 79702		Artesia					
4. Well Location	ARROLD AL COLUMN I'	1 1600 0 . 0 . 41 330	oom tt	ļ				
	1570' from the SOUTH line an			tre NM				
Section 3	Township 18 S	Range 28E		ounty NM				
	3667 GR	r DK, KKB, KI, GK, eic.)						
Pit or Below-grade Tank Application		······································	FOVER-CONSTRUCTION	CHECK HOLING AMERICAN PROPERTY OF THE PERSON				
Pit type_Line DirtDepth to Gro	undwaterDistance from neare	st fresh water well D	Distance from nearest surface wa	ter				
Pit Liner Thickness: m	il Below-Grade Tank: Volume	bbls; Cor	nstruction Material					
12. Check	Appropriate Box to Indica	te Nature of Notice. I	Report or Other Data					
	••		-					
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING [
PERFORM REMEDIAL WORK		ING CASING						
TEMPORARILY ABANDON		COMMENCE DRIL	_	A X				
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMENT	JOR []					
OTHER:		OTHER:						
	pleted operations. (Clearly state							
	work). SEE RULE 1103. For M	ultiple Completions: Att	ach wellbore diagram of pro	oposed 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'.								
	C. & tag @170'. Perf. well @ 60	0'. Set pkr. @ 30'. Saz.	150 sx. cmt. Displace to 50) [*] .				
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 do	wn & install dry hole marker.	e ²						
		,	•					
Approved as to plugging of the		7						
under bond is retained until su environmental	irface restoration,							
remediation and final inspecti	on is completed.							
I hereby certify that the information	n above is true and complete to t	ha hast of my knowledge	and haliaf real areas					
grade tank has been/will be constructed of	r plosed according to NMOCD guideli	ines , a general permit o o	and belief. I further certify the an (attached) alternative OCD	hat any pit or below- -approved plan .				
	Mart							
SIGNATURE // CANALIA	I WILLIAM !	TITLE: Agent	D	ATE: 2-16-06				
Type or print name E-	- mail address: roger.massey@bas	sicenerayservices com	Telephone No. :	(432) 530-0907				
	ALL MINEAR	siconorgysor vices.com	reteptione (vo. :	(732) 330-0301				
APPROVED BY:	TITL	E	DATE					
Conditions of Approval (if any):								