District I PO Box 1980, Hobbs, NM 88241-1980

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Form C-104 Revised October 18, 1994 Instructions on back Submit to Appropriate District Office 5 Copies

District IV ☐ AMENDED REPORT 2040 South Pacheco, Santa Fe, NM 87505 REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT Operator name and Address 184860 Melrose Operating Co. P.O. Box 5061 3 Reason for Filing Code Midland, Texas 79704 (915) 685-1761 Change of Operator 12-01-99 ⁴ API Number ⁵ Pool Name ⁶ Pool Code 30-015-01892 tr tes Help. Grai 730 9 Well Number 002 Surface Location Ul or lot no. Township Range Lot Idn Feet from the North/South Line Feet from the East/West line Morth Wes 11 Bottom Hole Location UI or lot no. Section Township Range Lot Idn Feet from the North/South Line East/West line Feet from the County 12 Lse Code ¹³ Producing Method Code 14 Gas Connection Date 15 C-129 Permit Number ¹⁶ C-129 Effective Date ¹⁷ C-129 Expiration Date Oil and Gas Transporters Ш. ¹⁸ Transporte OGRID 19 Transporter Name and Address ²⁰ POD ²¹ O/G ²² POD ULSTR Location and Description 015694 Navajo Refining Co. 0 P.O. Box 159 Artesia, New Mexico 88210 **Produced Water** 23 POD ²⁴ POD ULSTR Location and Description 0664850 Well Completion Data ²⁶ Ready Date ¹⁵ Spud Date 28 PBTD 29 Perforations 30 DHC, DC, MC 31 Hole Size 32 Casing & Tubing Size 33 Depth Set 34 Sacks Cement Well Test Data 35 Date New Oil 36 Gas Delivery Date 37 Test Date 38 Test Length 39 Tbg. Pressure ⁴⁰ Csg. Pressure ⁴¹ Choke Size 42 Oil 43 Water 44 Gas 45 AOF 6 Test Method ⁴⁷ I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. OIL CONSERVATION DIVISION ORIGINAL SIGNED BY TIM W. GUM Signature: Approved by: DISTRICT II SUPERVISOR Printed name: Title: Michael Coria Title: Vice President Approval Date: JUN 1 6 2000 Date:

48 If this is a change of operator fill in the OGRID number and name of the previous operator

020451

Printed Name

John Pool

Title

Vice President

Date

127/99

SDX Resources, Inc.

Previous/Orerato/ Signature