District I 1625 N. French Dr., Hobbs. N.M. 88240 District II 1301 W. Grand Ave., Artesia, N.M. 88210 District III

State of New Mexico Energy, Minerals & Natural Resources Department

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

Form C-101 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies Fee lease - 5 Copies

MAMENDED REPORT

1000 Rio Brazos Rd., Aztec, N.M. 87410 District IV 1220 S. St. Francis Dr.,, Santa Fe, N.M. 87505

						VIEK, DE	EPE	N, PLUGB	ACK,	OK AL	77 77 200
				Operator Name Operat	ne and Address					i	D Number
				. Box 95:		20.752	26272	200			184860
				d, TX 79		12 m		- de Sa			Number
			174101011			<u>/@/</u>		118		30-0 25 3	
4 Property					- 1	operty Name	' (<u>, </u>			6 Well No.
23	5191				Jalmat Fiel	d Sand Yat	i <u>ês U</u> r				209
					7 Surface	Location	dit.	<u>(</u> ن			
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South	line	Feet from the	East/W	est line	County
C	23	22S	35E	!	660'	North	1	2310	V	Vest	Lea
<u> </u>		8.]	ronose	d Botton	n Hole Loca						L
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South		Feet from the		est line	County
	1 1	-		1							-
	·	Q Propo	sed Pool 1	L		<u> </u>		10. Proj	posed Po	ool 2	
		Jalmat (
		Januar (1-1-/N	<u>) </u>							
11. Work T		1	12. Well Type	Code	13. Ca	ble/Rotary	r	14. Lease Type Co	nde	15. Gro	and Level Elevation
N			O O		R	2		S	_ 1		3587'
	fultiple	7	17. Proposed D	-		rmation		19. Contractor		20. Spud Date	
no)	L	4200'		Yat	tes	Ţ	Jnited Drlg		2-10-05	
** 1- C:			 		sed Casing			gram	-		
Hole Siz			ng Size	Casin	ng weight/foot	Setting D	epth		Cement	E	stimated TOC
12 I/4" 7 7/8"		8 5 5 1	i/8" />"	4	24#	350*		250	******		surface
1 110		J 11	<u>'Z"</u>	+	15.5#	4200'		1200) sx		surface
				1				•		1	
											· · · · · · · · · · · · · · · · · · ·
22. Describe th	ie proposed	program. If	this is to Di	EEPEN or Pl	LUG BACK give	the data on the p	resent p	productive zone a	and propo	osed new pro	oductive
22. Describe ti zone. Describe t	ne proposed the blowout	Propos to surficement	program, if a se to drill face. Drill ting w/120	any. Use add 12 1/4" hol 7 7/8" hol 00 sx Cl C	LUG BACK give ditional sheets if n le to 350', set a le to 4200', run C, circulating to due to transpo	s 5/8" casing n open hole lo o surface. Wi	to 350 ogs, set ill perfo	', cement w/2.	50 sx C	I C circul sing to TI	ating
zone. Describe to the state of	fy that the in	Propos to surficement AMEN	program, if a se to drill face. Drill ting w/120	any. Use add 12 1/4" hol 7 7/8" hol 00 sx Cl C	ditional sheets if notice to 350', set a le to 4200', run C, circulating to due to transposite to the best	8 5/8" casing n open hole lo surface. Wi ortation lines.	to 350 ogs, set Il perfo	', cement w/2.	50 sx C tring ca ulate a	Cl C circul sing to TI nd test.	ating D,
23. I hereby certi f my knowledge Signature:	fy that the in	Propos to surficement AMEN	program, if a se to drill face. Drill ting w/120 NDED LO	any. Use add 12 1/4" hol 7 7/8" hol 00 sx Cl C	ditional sheets if notice to 350', set a le to 4200', run C, circulating to the to transposite to the best	8 5/8" casing n open hole lo o surface. Wi ortation lines. Oli pproved by:	to 350 ogs, set Il perfo	', cement w/2 production st orate and stim	50 sx C tring ca ulate a	Cl C circul sing to TI nd test.	ating D,
23. I hereby certifof my knowledge Signature:	fy that the in	Propos to surficement AMEN	program, if a see to drill acce. Drill ting w/120 NDED LO	any. Use add 12 1/4" hoi 7 7/8" hol 00 sx Cl C DCATION True and campl itchie	le to 350', set a le to 4200', run C, circulating to due to transpo	8 5/8" casing n open hole lo surface. Will ortation lines. OII pproved by:	to 350 ogs, set Il perfo	v, cement w/2 production storate and stim NSERVAT	50 sx C tring ca ulate a	CI C circul sing to TI nd test.	ating D,
23. I hereby certion of my knowledge Signature:	fy that the in	Propos to surficement AMEN	program, if a se to drill face. Drill ting w/120 NDED LO	any. Use add 12 1/4" hoi 7 7/8" hol 00 sx Cl C DCATION True and campl itchie	le to 350', set a le to 4200', run C, circulating to due to transpo	8 5/8" casing n open hole lo o surface. Wi ortation lines. Oli pproved by:	to 350 ogs, set all perfo	v, cement w/2 production storate and stim NSERVAT	50 sx C tring ca ulate a	CI C circul sing to TI nd test.	ating D,

State of New Mexico

DISTRICT ! LARE W. PRINCE THE. MORRE, MM REMAD Baergy. Minerela and Hatural Becourses Department

Form C-102 Profest Paris 19, 2003 Submit to Appropriate District Office

DISTRICT II 1801 V. GRAND AVENUE, ARTENIA, NY COSTO OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Rtoto Laure - 4 Copten Fon Loady - 3 Capte

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

WELL LOCATION AND ACREAGE DEDICATION PLAT AMENDED REPORT DISTRICT IV 1880 A. ST. FRANCIS DR., RANTA PR. HM 67908 Pool Code API Number Tansil 30-025-36974 33820 Property Name Property Code 209 JYSU. 25131 Elevation Operator Name OGRID No. MELROSE OPERATING COMPANY 3587 184860

Surface Location

٠	And 8-A 84-	Gastles	Township	Range	Lot Idn	Feet from the	North/South line	Pant from this	Bast/West liste.	County	ŀ
1	UL or lat. No.	Section 23	22-5			660	NORTH	2310	WEST	LEA	١
1	· ·	25 .	77-2	JJ~L	1	000	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			L.——	_

Bottom Hole Location If Different From Surface

1	UL or Int No.	Joction	Township	Range	Lot Ide	Poor from the	North/South line	· Feet from the	Rest/West ligo	County
	Bedicated Arres	Joint or	Infill Co	noitablion (ser No. cater flood	Unit			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED APPROVED BY THE DIVISION

I	///		OPERATOR CERTIFICATION
2310′1	, , , , , , , , , , , , , , , , , , , ,		I hereby cartify the the information contained herein in true and complete to the bast of my knowledge and being.
) Y	40 1 14 14 14 14 14 14 14 14 14 14 14 14 14 1		Modatakes
-			Ban E. Ritchie Pripted Name Regulatory Agent
1		k di di k di di	744 2-3-05 Date
		_ <u>-</u> <u></u>	SURVEYOR CERTIFICATION
,			I hereby certify that the well lacation shown in this plat was platted from field notes of actual surveys made by me or under my supervison, and that the same is true and
			JANUARY 27, 2005
4 · · · · · · · · · · · · · · · · · · ·			Date Surveyed JR
	GEODETIC COORDINATES NAD 27 NME		Protongitud Questo Similari Solation 19 19 19 19 19 19 19 19 19 19 19 19 19
3 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -	Y=504322.9 N X≠806974.2 E	1	3 (089M.) 130 g
·	LAT:=32°22'57.27" N LONG:=103°20'20.21" W		Cole Spine No. CARY BIJING 12841

Instrict I 1625 N. French Dr., I I obbs. NM 88240 District II 130 I W. Grand Avenue. Artesia. NM 882I0 District III 1000 Rio Brazos Road. Aztec, NM 874I0 District IV 1220 S. St. Francis Dr., Santa Fc. NM 87504~,

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submit to appropriate NMOCD District Office. For downstream facilities, submit to Santa Fe office

Form C-144

June 1, 2004

Pit or Below-Grade Tank Registration or Closure
Is pit below-grade tank covered by a "general plan" Yes No

1, pe of deficil registration of a pro-	r below-grade tank A Closures of a pit of below-grad	
	432 6846381 e-mail address: ann.ritchie@wtoi	net
Address: c/o P.O. Box 953, Midland, TX 79702		
Facility or well name: Jalmat Field Sand Yates Unit API 4 25 369	U/L or Qtr/Qtr_C See 23 T	R_35E
County: Latitude Longitude		ner Federal State Private Indian
· · · · · · · · · · · · · · · · · · ·	© 990 FNL & 2310 FWL, Well #209	
Pit	Below-grade tank	
Type: DrillingX Production Disposal	Volume:bbI Type of fluid:	
Workover Emergency	Construction material:	
Lined Unlined	Double-walled, with leak detection? Yes 0 If not,	explain why not.
Liner type: Synthetic X Thickness 12 Matt Clary		
Pit Volume 8000 bbl		
TR Volumeout		
	Less than 100 feet	(20 points)
Depth to ground water (vertical distance from bottom of pit to sessonal ghigh	100 feet or more, build less than 100 feet	
water elevation of ground water.) 350'	<u> </u>	(10 points)
350	100 feet or more 100 ft.	(0 points) ()
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)
water source, or less than 1000 feet from all other water sources.)	No No	(0 points)
	No Less than 200 feet	(20 points)
Distance to surface water: (horizontal distance to all wetlands, playas,	200 feet or more, but less than 1000 feet	(10 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)		· • ·
	1000 feet or more 1000 ft or more	(0 points) 0
	n	0 Points
	Kanking Score (Total Points)	
Is this an oil closure, (I) attach a diagram of the facility showing the pit's	Ranking Score (Total Points) relationship to other equipment and tanks. (2) Indicate	
Is this an oil closure. (I) attach a diagram of the facility showing the pit's you are burying in place) onsite: offsite O If offsite, name of facility	relationship to other equipment and tanks. (2) Indicate	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility	relationship to other equipment and tanks. (2) Indicate (3) Attach a general de	disposal location: (check the onsite box if-
you are burying in place) onsite: \square offsite O If offsite,name of facility remediation start date and end date (4) Groundwater encountered: No O Y	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: \square offsite O If offsite,name of facility remediation start date and end date (4) Groundwater encountered: No O Y	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments:	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments:	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments:	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments:	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments:	relationship to other equipment and tanks. (2) Indicate (3) Attach a general des If yes, show depth below ground surface	disposal location: (check the onsite box if-
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended.	relationship to other equipment and tanks. (2) Indicate (3) Attach a general desease. If yes, show depth below ground surface.	e disposal location: (check the onsite box if- scription of remedial action taken including, I'L and attach sample results. (:,)
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments:	relationship to other equipment and tanks. (2) Indicate (3) Attach a general desemble. If yes, show depth below ground surface.	e disposal location: (check the onsite box if- scription of remedial action taken including, I'L and attach sample results. (:,)
you are burying in place) onsite: offsite O if offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended. I hereby certify that the information above is true and complete to the best of been will be constructed or closed according to NMOCD guidelines X	relationship to other equipment and tanks. (2) Indicate (3) Attach a general desemble. If yes, show depth below ground surface.	e disposal location: (check the onsite box if- scription of remedial action taken including, I'L and attach sample results. (:,)
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended. I hereby certify that the information above is true and complete to the best of	relationship to other equipment and tanks. (2) Indicate (3) Attach a general desemble. If yes, show depth below ground surface.	e disposal location: (check the onsite box if- scription of remedial action taken including, I'L and attach sample results. (:,)
you are burying in place) onsite: offsite O if offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended. I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines X	my knowledge and belief. I further certify that the a general permit, or an (attached) alternative Of Signature	above-described pit or below-grade tank has CD-approved plan be uit or tank contaminate ground water or
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended. I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines X . : Date: 2-2-05 Printed Name title Ann E. Ritchie, Regulatory Agent Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations.	my knowledge and belief. I further certify that the a general permit, or an (attached) alternative Of Signature	above-described pit or below-grade tank has CD-approved plan be uit or tank contaminate ground water or
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended. I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines X . : Date: 2-2-05 Printed Name title Ann E. Ritchie, Regulatory Agent Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations.	relationship to other equipment and tanks. (2) Indicate (3) Attach a general deces If yes, show depth below ground surface my knowledge and belief. I further certify that title a general permit, or an attached alternative of Signature Signature relieve the operator of liability should the contents of toperator of its responsibility for compliance with any of the state of the stat	above-described pit or below-grade tank has CD-approved plan be uit or tank contaminate ground water or
you are burying in place) onsite: offsite O If offsite,name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended. I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines X	relationship to other equipment and tanks. (2) Indicate (3) Attach a general deces If yes, show depth below ground surface my knowledge and belief. I further certify that title a general permit, or an attached alternative of Signature Signature relieve the operator of liability should the contents of toperator of its responsibility for compliance with any of the state of the stat	above-described pit or below-grade tank has CD-approved plan be uit or tank contaminate ground water or
you are burying in place) onsite: offsite O If offsite, name of facility remediation start date and end date (4) Groundwater encountered: No O Y Attach soil sample results and a diagram of sample locations and excavations Additional Comments: Location amended. I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines X . : Date: 2-2-05 Printed Name title Ann E. Ritchie, Regulatory Agent Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations. Approval: PETROLEUM ENGINEER	my knowledge and belief. I further certify that the a general permit, or an (attached) alternative Of Signature	above-described pit or below-grade tank has 2D-approved plan the pit or tank contaminate ground water or ther federal, state, or local laws and/or

Melrose Operating Company
Drilling Rig Pad Schematic

Satmad Freigh Sand Jakes Only
Lea County, New Mexico
Wellbore is 40' North of the pit

