

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

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
JUN 18 2004

Form C-103
May 27, 2004

SUNDRY NOTICES AND REPORTS DOWNS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO REOPEN YOUR BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 30 025 38711
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Melrose Operating Company		6. State Oil & Gas Lease No.
3. Address of Operator c/o P.O. Box 953, Midland, TX 79702		7. Lease Name or Unit Agreement Name Jalmat Field Yates Sand Unit
4. Well Location Unit Letter <u>A</u> : <u>1310</u> feet from the <u>South</u> <u>N</u> line and <u>1155</u> feet from the <u>East</u> line Section <u>23</u> Township <u>22S</u> Range <u>35E</u> NMPM Lea County		8. Well Number <u>232</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>GR</u>		9. OGRID Number <u>184860</u>
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
Pit type _____ 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 ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS ☒ P AND A ☐
CASING/CEMENT JOB ☒ X
OTHER: ☐

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.

4-8-08: Well spudded. Drilling 12 1/4" hole. Ran 8 5/8", J55, 24#, new STC casing to 442'. Cemented w/375 sx Cl C w/2% CaCl, 14.8#/gal, 1.33 yield. Circulated cement to pit. WOC. Pressure tested to 1000 psi for 30 minutes. Waited on cement 12 hrs.

4-15-08: Reached total depth of 4140'. Ran 5 1/2", 15.5#, J55 casing to 4136'. Cemented w/650 sx lead, 50:50 poz w/10% bentonite Sodium Chloride 0.2% FL, slurry weight 11.8 ppg, yield 2.45; tailed w/250 sx 50:50 poz Cl C + 10% bentonite + Sodium Chloride + 0.2% FL, slurry weight 14.2 ppg, yield 1.3. Pressure tested to 1500 psi for 30 minutes. WOC over 24 hrs. Rig released.

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 X, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Ann E. Ritchie TITLE Regulatory Agent DATE 6-12-08

Type or print name: Ann E. Ritchie E-mail address: ann.ritchie@wtor.net Telephone No. 432 684-6381

For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE JUL 07 2008
Conditions of Approval (if any):