

NOV 05 2007

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED  
OMB No 1004137  
Expires: March 31, 2007

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## SUNDRY NOTICES AND REPORTS ON WELLS

**Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160 - 3 (APD) for such proposals.****SUBMIT IN TRIPLICATE- Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No NM 14846
2. Name of Operator Melrose Operating Company 184860		6. If Indian, Allottee or Tribe Name
3a. Address c/o Box 953, Midland, TX 79702	3b. Phone No (include area code) 432 684-6381	7. If Unit or CA/Agreement Name and/or No.
4. Location of Well (Footage, Sec., T, R, M, or Survey Description) Section 4, T18S, R29E (B), 990' FNL & 2300' FEL		8. Well Name and No. Federal 384, #1
		9. API Well No. 30 015 24080
		10. Field and Pool, or Exploratory Area Loco Hills; QU-GB-SA
		11. County or Parish, State Eddy County, New Mexico

## 12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

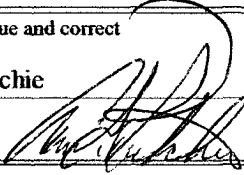
13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed, within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Propose to P &amp; A well as follows:

0-10' w/ 5 sx cement  
 367-467' w/50 sx, C1 C (10 3/4" surface casing set @ 417' w/55 sx cement)-tag  
 1970-2070' w/30 sx, C1 C within 7" casing (top of San Andres @ 2020') - tag  
 2310-2410' w/30 sx, C1 C within 7" casing (top of Grayburg @ 2360') - tag  
 CIBP @ 2580' w/5 sx cement - perforations @ 2627-2708'  
 Install marker & clean location as per NMOCD & BLM specifications.

Copy of completion attached for reference.

Accepted for record  
NMOCD

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Ann E. Ritchie		Title Regulatory Agent (432) 684-6381
Signature 		Date 10/16/2007
<b>THIS SPACE FOR FEDERAL OR STATE OFFICE USE</b>		
Approved by /S/ DAVID R. GLASS		PETROLEUM ENGINEER Date OCT 30 2007
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office SEE ATTACHED FOR
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.		

(Instructions on page 2)