

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

Form C-103
May 27, 2004

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

WELL API NO. 30 015 24930
5. Indicate Type of Lease STATE X FEE
6. State Oil & Gas Lease No. L-1022
7. Lease Name or Unit Agreement Name Guajalote State
8. Well Number 2
9. OGRID Number 184860
10. Pool name or Wildcat SWD; Queen-Grayburg

SUNDRY NOTICES AND REPORTS ON WELLS
(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 PROPOSALS.)

1. Type of Well: Oil Well ☐ Gas Well ☐ Other X

2. Name of Operator
Melrose Operating Company

FEB 15 2008

3. Address of Operator
c/o P.O. Box 953

OCD-ARTESIA

4. Well Location

Unit Letter O : 660 feet from the South line and 1980 feet from the East line
Section 5 Township 19S Range 29E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3397' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

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 X 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.

7-20-06: RBP @ 1032'; dumped 2 sx sand on RBP. BJ pumped 180 sx thix-o-tropic cement & 200 sx Cl C, 2% CaCl. WOC.
7-21-06: Top of cement @ 238', drilled solid cmt to 425'. Testing casing - determine need for liner.
9-13-06: Rigged up BJ Services, ran 2 7/8" casing string set @ 2796' in 4 1/2" cased hole. Pumped 110 sx Cl C, 2% CaCl, 20% excess. Pumped 16 bbls displacement. Pressured up to 1000 psi for 30 minutes. Rigged down BJ.
6-27-07: Rigged up Weatherford Wireline. Perforated 2 7/8" from 2275 - 2820'.
6-29-07: Acidized well w/5000 gals 15% HCL., 1 1/4" tubing string to 2250', tension packer set @ 2245'.
7-12-07: Tested 2 7/8" casing to 500 psi for 30 minutes. OCD witnessed test and took chart.

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/closed according to NMOCD guidelines X, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE _____ TITLE _____ Regulatory Agent _____ DATE 2-7-08 _____

Type or print name
For State Use Only

E-mail address:

Telephone No.

APPROVED BY: _____ TITLE _____ DATE _____

Conditions of Approval (if any):

Accepted for record - NMOCD