Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office Energy, Minerals and Natural Resources May 27, 2004 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30 015 01857 **OIL CONSERVATION DIVISION** 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease District III 1220 South St. Francis Dr. STATE X 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (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 State 14 A PROPOSALS.) 8. Well Number: 3 1. Type of Well: Oil Well X Gas Well Other MAY - 5 2008 2. Name of Operator 9. OGRID Number: 184860 Melrose Operating Company OCD-ARTESIA 3. Address of Operator 10. Pool name or Wildcat c/o Box 953, Midland, TX 79702 Artesia: Queen-Grayburg-San Andres 4. Well Location feet from the North line and Unit Letter D feet from the West line Township 18S Range 28E Section **NMPM** Eddy County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) Pit or Below-grade Tank Application 🗌 or Closure 🔲 Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water Pit Liner Thickness: Below-Grade Tank: Volume bbls; Construction Material 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: REMEDIAL WORK PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ **ALTERING CASING** Χ **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS. PANDA **PULL OR ALTER CASING** MULTIPLE COMPL \Box **CASING/CEMENT JOB** OTHER: OTHER: П 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. 12-19-07: Rigged up. Swabbed well. RIH w/production string 2 3/8". 12-20-07; Ran in hole w/rods & pump. Ran 2" poly line from well to battery. Shut-in. 3-15-08: Produced 50 bbls water. 3-15-08: Produced 50 bbls water. 3-17-08: Produced 48 bbls water. 3-18-08; Produced 10 bbls oil and 30 water. 3-19-08: Produced 3 bbls oil and 25 water. 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 op closed according to NMOCD guidelines X, a general permit \square or an (attached) alternative OCD-approved plan \square . TITLE: Regulatory Agent **SIGNATURE** DATE: 4-17-08 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: TITLE DATE

Conditions of Approval (if any):