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.

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

1000 Rio Brazos Rd., Aztec, N.M. 87410				Santa Fe, NM 87505					Fee lease - 5 Copies		
District IV 1220 S. St. Francis Dr.,, Santa Fe, N.M. 87505					,				JAMENI	DED REPORT	
APPLICA	TION I	FOR PE	RMI <u>T</u> 7	O DRII	LL, RE - EN	ITER, DEE	EPEN, PLUGI	BACK,	, O <u>R AΓ</u>	DD A ZONE	
		<del></del>	1	Operator Nam	ne and Address				1	D Number	
				e Operati	•			ı	ļ	184860	
				. Box 953				ı		Number	
			Midland	d, TX 79°		30-0 25-36					
<sup>4</sup> Property		1				Property Name 6 Well No.					
23	5191					d Sand Yate	s Unit			208	
UL or Lot No.	T andian	Tamahin	τ	T v = 1.4m	7 Surface 1	Location North/South lin	ne Feet from the	Fagt/	West line	County	
	Section 14	Township 22S	Range 35E	Lot Idn	1310'	North/South lin South	330'		West line	9	
M	14		<del></del>	4 Pottor			erent From Su		Vest	Lea	
UL or Lot No.	Section	8. P	Range	Lot Idn	Feet from the	North/South lin			West line	County	
OF OF INCIAN.	DVII.	10wmmp	Naugo	100	l'Cot iivii w.	1401th power re-	For nom m.	1	Post stanc	<u> </u>	
	<u></u> '	9. Propo	sed Pool 1		<u> </u>	<u> </u>	10. P	roposed P	ool 2		
		Jalmat (		<b>)</b>							
11 Work 1			· · · · · · · · · · · · · · · · · · ·	·	T 12 OJ		** T T		15.6-	17181	
11. Work 1		,	12. Well Type Code 13.		13. Cab	Cable/Rotary 14. Lease Type ( R S		:Code /	ode / 15. Ground Level Elevation 3590'		
	Multiple	_	17. Proposed D	-	18. For	18. Formation		19. Contractor		20. Spud Date	
no	0		4200'	!	Yat	ies	United Drlg.		12	12-03-04	
			2	1. Propc	osed Casing a	and Cement	t Program				
Hole Si	ize	Casi	ing Size	Casi	ing weight/foot	Setting Dep	pth Sack	s of Cemen	ıt F	Estimated TOC	
12 1/4"		<del></del>	5/8"	<b>T</b>	24#	350'		250 sx		surface	
7 7/8"		71	1/2"		15.5#	4200'	L	200 sx		surface	
	<del></del>			+					-	<u></u>	
<u></u>		Γ	<del></del>	+				<del> </del>	<del></del>		
					PLUG BACK give		resent productive zon	//			
		Dron	hot enc	-:U 12 1//	4H hala ta 35	'A' -at 9 5/8'	" casing to 350	/ନ ଫ ceme	2	n = [2]	
							to 4200', run o	ガ, Cente <sup>©</sup> ho	L tage	USX 3	
							to 4200°, run o /1200 sx Cl C,	pen no	Elogo, o	<b>et</b> 551	
					te and stimul			(Clicate	Hank in	5/2	
		Deen a		Postora.	A GIR Dulle	an an	•	CCC		- 6 <sup>1</sup> /2 <sup>1</sup> /2 - 1	
Propose to drill 12 I/4" hole to 350', set 8 5/8" casing to 350, cement wi250 sx Cl C circulating to surface. Drill 7 7/8" hole to 4200', run open hole logs, set production string casing to TD, cementing w/1200 sx Cl C circulating to surface. Will perforate and stimulate and test.  Permit Expires 1 Year From Approval Date Unless Drilling Underway											
					nderway						
23. I hereby cert	tify that the i	information gi	oven above is	frue and com	olete to the best	OH.			<del></del>		
of my knowledge	23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief.  Signature:  OIL CONSERVATION DIVISION  Approved by:									ION	
Signature:	Tull	Tund;	3/16	en							
Printed Name: Ann E. Ritchie						Title: PETROLEUM ENGINEER					
Title:							Approval Date: NOV 2 9 2004 Expiration Date:				
Date: Phone: 432 684-6381					. 11	- •	יי אווי שיי				

## State of New Mexico

DISTRICT I

Roorgy, Minerale and Returns Recovered Department

DISTRICT II

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Forth C-102.

Bretoed JUNE 10, 2003
Submit to Appropriate District Office

State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT III 1000 No Brazon Rd., Astoo, RM 87410 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT AMENDED REPORT DISTRICT IV 1090 S. ST. FRANCES CO., SANTA FE, 184 07500 Pool Code 30-025-36973 API Number Seven Rivers Vates 33820 Jalmat Tansil Well Number Property Name Property Code 208 JALMAT FIELD YATES SAND UNIT 25191 Blevation Operator Nemo DGRID No. MELROSE OPERATING COMPANY 3590' 184860

Surface Location Foot from the Herth/Houth line Feet from the Rest/West line County UL or lot No. Rection Township Rango Lot Idn **WEST LEA** 330 SOUTH 1310 M 14 22-S 35-E Bottom Hole Location If Different From Surface

UL or tot No.	lection	Township	Range	lot Ida	Foot from the	Korth/South line	Post from the	Sact/West Has	County
Dedicated Acres	Johnt or	Infili Cor	asolidation (		der No. Vaterflood	Unit			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

OR A NON-STANDARD UNIT HAS BE	DR AFFROVED DE 11115 DEVIDEO.
	OPERATOR CERTIFICATION
	I havely certify the the information contained herein to true, and complete to the best of my browledge and befing.
	Signature Signature
GEODETIC COORDINATES NAD 27 NME	Ann E. Ritchie Printed Name Regulatory Agent
Y-506275.3 N X=804976.9 E	THE II-5-04  Date
LAT.=32'23'16.78" N LONG.=103'20'43.29" W	SURVEYOR CERTIFICATION
	i hereby certify that the unit location chaum on this plat was plotted from field notes of actual surveys made by me ar under my supervisors, and that the ages to true and correct to the best of my belief.
330.	OCTOBER 29, 2004  Dute Sugaring 2, Seal of Company Proteinshoul Sugaring 2, Seal of Company Proteinshould Sugaring 2,
310.	1200 124/04 04-11.1418
	Cortifle North Hand

## SECTION 14, TOWNSHIP 22 SOUTH, RANGE 35 EAST, N.M.P.M., NEW MEXICO LEA COUNTY, 600 150' NORTH OFFSET 3592.4 0 JALMAT FIELD YATES SAND UNIT #208 150' EAST. 150' WEST OFFSEI D D OFFSET 3591.6' 3589.5 ELEV. 3589.9' LAT.=32°23'16.78" N LONG. = 103\*20'43.29" W 150' SOUTH OFFSET 3588.2" 600' DIRECTIONS TO LOCATION FROM THE INTERSECTION OF CO. RD. #21 (DELAWARE BASIN RD.) AND WEAVER RD., GO WEST CO. RD. #21 FOR APPROX. 0.9 MILES TO A ROAD ON THE RIGHT (SDX 1). TURN RIGHT (NW) AND FOLLOW ROAD FOR APPROX. 1.2 MILES TO A 100 200 Feet 100 ROAD "T". GO SOUTH FOR APPROX. 800' TO A ROAD ON THE RIGHT. TURN RIGHT (WEST) AND GO Scale: 1 = 100' APPROX. 0.3 MILES TO A ROAD ON THE LEFT. TURN LEFT (SOUTH) AND GO APPROX. 0.9 MILES TO A ROAD ON THE RIGHT. TURN RIGHT (WEST) MELROSE OPERATING COMPANY AND GO APPROX. 0.5 MILES TO A ROAD ON THE JALMAT FILED YATES SAND UNIT #208 WELL LOCATED 1310 FEET FROM THE SOUTH LINE AND 330 FEET FROM THE WEST LINE OF SECTION 14, TOWNSHIP 22 SOUTH, RANGE 35 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO. RIGHT. TURN RIGHT (NORTH) AND GO APPROX. 600'. PROPOSED LOCATION IS APPROX. 800' WEST. PROVIDEND BUSTNEYING BESTYCEB BMCE 1941 JOHN WEST SURVEYING COMPANY Survey Date: 10/29/04 Sheet OTEN DAL PARO CORRE MAL ORSE W.O. Number: 04.11.1419 Dr By: J.R. Rev 1:N/A Scale: 1"=100 Disk: CD#10 04111419

## Dkinct I 167 N. French Dr., I I obbs. NM SN240 Ditricl II 130 I W. Grand Ax coue. Arte,ia. NNI I;N2 I 0 Di-tricl III 1000 Rio Brazos Road. Aztec, N'VI S7410 Ditrict IV 1220 S. St. Francis Dr., Santa Fc. NX4 87i()~,

## 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

Type of action: Registration of a pit or beloew-grade tank. Cloures of a pit of below-grade tank.							
Operator: Melrose Operating Company  Telephone: 432 6846381 e-mail - 2011. ritchie@wtor.net  Address: C/O P.O. Box 953, Midland, TX 79702  Facility or well name: Jalmat Field Sand Yates Unit #208  API 4. pending O/L or Qtr/Qtr/V1  See 14 T22 5 R 35E							
County: Latitude Longitude Lea	NAD: 1927 1983 Surface Ow	ner Federal State 🔲 Private 🔀 Indian 🗍					
Pit Type: DrillingX_Production Disposal  Workover Emergency Lined Unlined Liner type: Synthetic X Thickness MBH Clav  Pit Volume 8000_bbl	Below-grade tank  Volume:bbI Type of fluid:  Construction material:  Double-walled, with leak detection? Yes 0 If not,						
Depth to ground water (vertical distance from bottom of pit to seasonal ghigh water elevation of ground water.) 185'	Less than SO feet  Do feel or more, bui less than I 00 feet  100 feet or more 100 ft.	(20 points) (10 points) (0 points)					
Wellhead protection area: (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No No	(20 points) ( 0 points) ()					
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less flum 1000 feet I 000 feet or more 1000 ft or more	(20 points) (10 points) ( 0 points)					
Ranking Score (Total Points)  Iffbis is a oil closure. (I) auach a diagram of the facility showing the pit's 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  (3) Attach a generall description of remedial action taken including, remediation start date and end date (4) Groundwater encountered: No O Yess If yes, show depth below ground surface  I'L and attach, ample results. (:,)  Additional Comments:							
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been will be constructed or closed according to NMOCD guidefines X . a general pemit, . or an artisched also patient of the period of							
Approval: Printed Name/Title PETROLEUM ENGINEER Signature Jan Jan Date:							

NOV 2 9 2004

Melrose Operating Company
Drilling Rig Pad Schematic

Jalmat Field Yates Sand Unit # 208
Lea County, New Mexico
Wellbore is 40' North of the pit

