

Submit 3 Copies To Appropriate District
Office

District I

1625 N. French Dr., Hobbs, NM 87240

District II

811 South First, Artesia, NM 87210

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 S. St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised March 25, 1999

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.)		WELL API NO. 30 025 36560
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other injection <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator Melrose Operating Co.		6. State Oil & Gas Lease No.
3. Address of Operator c/o Box 953, Midland, TX 79702		7. Lease Name or Unit Agreement Name: Jalmat Field Sand Yates Unit
4. Well Location Unit Letter I 1503' feet from the South line and 1292' feet from the East line Section 14 Township 22S Range 35E NMPM Lea County		8. Well No. 196
10. Elevation (Show whether DR, RKB, RT GR, etc.) 3574' GR		9. Pool name or Wildcat Jalmat, (Tansil, Yates, Seven Rivers)

I 1. 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 COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENTJOB ☐

OTHER: Spud, surface & production casing, TD ☒

12. 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 recompilation.

6-28-04: Well spudded - drilling 12 1/4" hole.

6-29-04: Ran 399' of 8 5/8" 24# J-55 casing. Cemented with 400 sx Cl C, 2% CaCl, circulated 55 sx to pit. Pressure tested to 1000#, WOC.

7-5-04: Reached total depth of 4170'.

7-6-04: Logging. Ran in hole with 5 1/2", 15.5# casing to 4170'. Waiting on cements.

7-7-04: Cemented casing with 800 sx interfill C, 11.9# 2.44h, tailed with 300 sx Cl PP, 14.8# @ 1.372y. Circulated 204 sx to pit. Rig released. WOC and completion.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Ann E. Ritchie TITLE Regulatory Agent DATE 10-29-04

Type or print name Ann E. Ritchie

Telephone No. 432 684-6381

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE DEC 14 2004

Conditions of approval, if any: