

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

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-103
Revised June 10, 2003

WELL API NO.

30 015 01764

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Artesia Unit

8. Well Number

Well # 32

9. OGRID Number

184860

10. Pool name or Wildcat

Artesia; 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 (Injection) ☐

2. Name of Operator

Melrose Operating Company

3. Address of Operator

c/o P.O. Box 953, Midland, TX 79702

4. Well Location

Unit Letter M : 990 feet from the South line and 330 feet from the West line

Section 36 Township 17S Range 28E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.): 3584'

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 COMPLETION ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS ☐ PLUG AND ABANDONMENT ☐

CASING TEST AND CEMENT JOB ☐

OTHER: Casing Integrity Test ☒

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.

9-13-06: Rigged up cement pumping equipment. Pumped 150 sx CI C, 2% gilsonite, hole @ 240'. SI.

9-19-06: Drilled cement to 200', circulated hole clean. SION.

9-22-06: Ran plastic coated tubing w/AD-1 packer to 2444'.

9-25-06: Tested casing to 500 psi, held for 30 minutes.

Chart given to Carman Reno with OCD Artesia District Office.

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

SIGNATURE [Signature] TITLE Regulatory Agent DATE 10-3 -06

Type or print name Ann E. Ritchie E-mail address: ann.ritchie@wtor.net Telephone No. 432 684-6381

(This space for State use)

APPROVED BY [Signature] TITLE Gerry Guye DATE OCT 18 2006

Conditions of approval, if any: Deputy Field Inspector

District II - Artesia

