

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

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

WELL API NO.	30-025-08641
5. Indicate Type of Lease	STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.	E-396
7. Lease Name or Unit Agreement Name	Cone Jalmat Yates Pool Unit
8. Well Number	503
9. OGRID Number	184860
10. Pool name or Wildcat	Jalmat Tansill Yates Seven Rivers

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 water injection

2. Name of Operator
Melrose Operating Company, LLC

3. Address of Operator 5813 NW Grand Blvd Suite B
Oklahoma City, OK 73118

4. Well Location
Unit Letter N : 990 feet from the south line and 2310 feet from the west line
Section 24 Township 22s Range 35e NMPM County Lea

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

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest freshwater well _____ Distance from nearest surface water _____

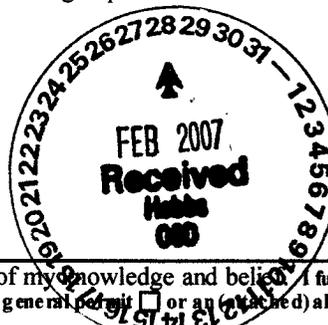
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbs; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input checked="" type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

- 1-8-07 MIRUPU, & reverse unit, clean out 5 1/2" casing to PBTD, 3890'.
- 1-9-07 Rig up wireline & run casing inspection log, found bad casing, RD WL, RDPU.
- 2-10-07 MIRUPU, RIH w/87 jnts 4" Ultra Flush Jnt 9.50# casing, set at 3885', RDPU
- 2-23-07 RU & cement 4" liner w/ 300sx class "C", cement, circulate cement to surface, RD cements
- 2-26-07 RU Wireline & run CBL, CCL, GR, found cement at surface, Perf Yates zone: 3704-15, 20-36, 44-54, 60-70, 3800-10, 20-30 w/4SPF, 268 holes. RD WL
- 2-28-07 MIRUPU, RIH w/4" Baker AD-1 Nickle coated packer & 116 jnts 2 3/8", J-55, 8rd, IPC tubing, RU & circ. Packer fluid around pkr & csg., set packer in tension at 3638', RU & test csg & pkr to 300#s for 15 min., OK, RD & MO



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

SIGNATURE Anthony Beilman TITLE Operation Supt DATE 2/27/2007

Type or print name Anthony Beilman E-mail address: trinityengineering@sbcglobal.net Telephone No. (405)848-4012
For State Use Only OC FIELD REPRESENTATIVE II/STAFF MANAGER

APPROVED BY: Gary W. Wink TITLE _____ DATE MAR 07 2007
Conditions of Approval (if any): _____

