OCA - Hobbs

Form 3160-5 **UNITED STATES** FORM APPROVED (June 1990) Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR Expires: March 31,1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Seriai No. LC 030132-B SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allotee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well Oil Well 8. Well Name and No. 2. Name of Operator Closson B, Well #16 Melrose Operating Co. 9. API Well No. 3. Address and Telephone No. 30 025 08952 c/o P.O. Box 953, Midland, TX 79702 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage. Sec., T. R. M. or Survey Description) Jalmat (T-Y-7R) Section 18, T22S, R36E 11. County or Parish, State 10101 FSL & FWL **SWSW** Lea County, NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandooment Change of Plans Recompletion New Construction Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Altering Casing Conversion to Injection Other T/A renewal on Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) Closson B lease is continually under evaluation for infill drilling potential. We are requesting that this well continue in T/A status. Current condition: CIBP @ 3142' (perfs @ 3242-3285'). Well tested in 2001. Request well continue in T/A status for evaluation.

14. I hereby certify that the Ann E. Ritchie Regulatory Agent Title (This space for Federal or Petroleum Emetrour Approved by

Conditions of approval if any

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its junsdiction.