

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

July 6, 2006

Melrose Operating Co Att: Michael Corjay 5813 NW Grand Blvd Suite B Oklahoma City, OK 73118

RE:

CANCELLATION OF INTENT TO DRILL

Jalmat Field Yates Sand Unit #159-F

13-22s-35e, 2026/N & 1860/W

API # 30-025-37688

Gentlemen:

Twelve months or more have elapsed since Division Form C-101, Notice of Intention to drill, for the subject well was approved. To date no progress reports, form C-103, have not been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

If drilling has been done, please file subsequent reports of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Chris Ellethams

Chris Williams District I, Supervisor

CW:dm

CC:

OCD Santa Fe OCD Hobbs

BLM

State Land Office

Cancel 30-025-37688

AUG 17 2007