District I PO Box 1980. Hobbs. N.M. 88241-198O District II P.O. Drawer DD, Artesia, N.M. 88211-0719 District III 1000 Rio Brazos Rd., Aztec, N.M. 87410 District IV

of my knowledge and belief

02-10-03

Signature

Title:

Printed Name

Date: 2-11-

State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088

Form C-101 Revised February 10, 1994 Instructions on back Submit to Appropriate District Office State Lease - 6 Copies

ROLEUM ENGINEER

Expiration Date

Fee lease - 5 Copies

P.O. Box 2088, Santa Fe, N.M. 87504-2088 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE - ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE 1 Operator Name and Address OGRID Number Melrose Operating Company 184860 c/o P.O. Box 953 API Number Midland, TX 79702 30-0 25-36152 Well No. 5 Property Name Property Code 25191 Jalmat Field Yates Sand Unit 183 7 Surface Location Feet from the East/West line UL or Lot No. Feet from the County Section Township Range Lot Idn North/South line В 14 22S 35E 1310 North 2376 East Lea 8. Proposed Bottom Hole Location If Different From Surface North/South line UL or Lot No. Section Lot Idn Feet from the Feet from the East/West line County Township Range 10. Proposed Pool 2 9. Proposed Pool 1 Jalmat, Tansill, Yates, Seven Rivers 11. Work Type Code 12. Well Type Code 13. Cable/Rotary 15. Ground Level Elevation 14. Lease Type Code R 3584' N S 16. Multiple 17. Proposed Depth 19. Contractor 18. Formation 20. Spud Date 4200' Yates United Drlg. No 03-19-01 21. Proposed Casing and Cement Program Casing weight/foot Setting Depth Hole Size Casing Size Sacks of Cement Estimated TOC 12 1/4" 8 5/8" 24# 350 250 sx Surface 7 7/8" 5 1/2" 15.5# 4200' 2000 sx Surface 22. Describe the proposed program. If this is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Due to economics, well was not drilled in 2001 as anticipated. C-10 k filed to renew drilling permit. Propose drilling as follows: Hobbs OCD Propose to drill 12 1/4" hole to 350', set 8 5/8" csg., cement to surface. RU BOPs. Drill 7 7/8" hole to 4200, set 5 1/2" csg. cement to surface, RD BOPs & rotary. Perforate Yates & frac. Place well on test. Permit Expires 1 Year From Approval Date Unless Drilling Underway 23. I hereby certify that the information giver above is true and complete to the best OIL CONSERVATION DIVISION

Approved by

Approva 1 8 2003

Conditions of Approval:

Attached:

Title:

Ann E. Ritchie

915-684-6381

Regulatory Agent

State of New Mexico

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980 Energy, Minerals and Natural Resources Department

Form C-102

Revised February 10, 1994

Submit to Appropriate District Office

DISTRICT II P.O. Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

P.O. Box 2088

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Axtec, NM 87410 Santa Fe, New Mexico 87504-2088

DISTRICT IV P.O. BOX 2088, SANTA FE, N.M. 87504-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name Jalmat, Tansill, Yates, Seven Rivers		
30-025-36152	33820			
Property Code	Prope	orty Name	Well Number	
25191	JALMAT FIELD Y	ATES SAND UNIT	183	
OGRID No.	Opera	tor Name	Klevation	
184860	MELROSE O	PERATING CO.	3584'	

Surface Location

UL	or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	В	14	22-S	35-E		1310	NORTH	2376	EAST	LEA

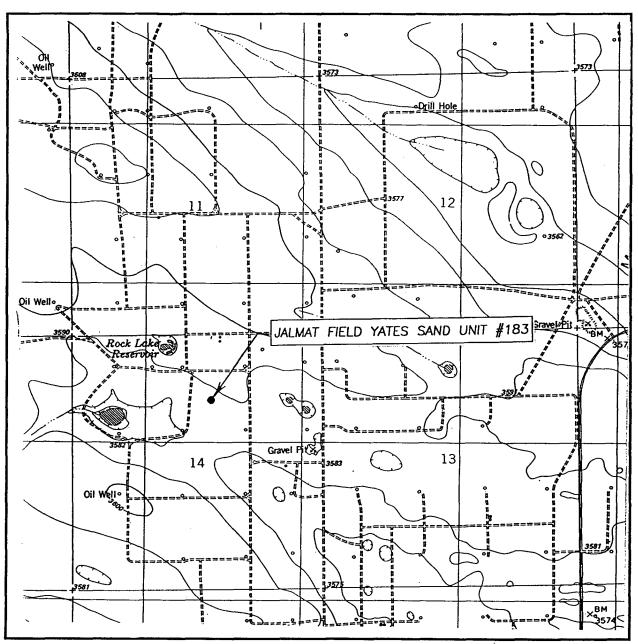
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or	Infill Co	neolidation (Code Or	der No.				
40	×				R 10533				•

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	1310.	2376'	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature Ann E. Ritchie
			Printed Name Regulatory Agent Title 2-23-01 915 684-6381 Date SURVEYOR CERTIFICATION
		12.73.70%	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief. FEBRUARY 22, 2001
	(A)	FEB 2003 FLL VED Hobbs OCD	Date Surveyed AWB Signature & Seal of Professional Surveyor Ol-11-0261 Certificate No. RONALD J. EIDSON 3239 GARY EIDSON 12841

LOCATION VERFICATION MAP



SCALE: 1" = 2000'

SEC. 14 TWP. 22-S RGE. 35-E

SURVEY_____N.M.P.M.

COUNTY___LEA COUNTY

DESCRIPTION 1310'FNL & 2376'FEL

ELEVATION 3584'

OPERATOR MELROSE OPERATING CO.

LEASE JALMAT FIELD YATES SAND UNIT

U.S.G.S. TOPOGRAPHIC MAP

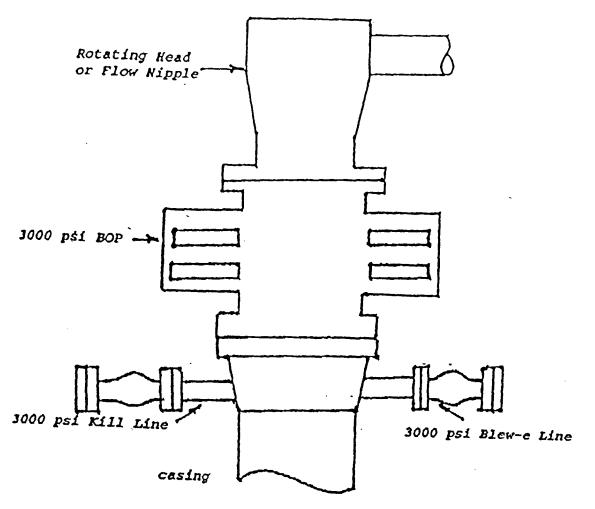
OIL CENTER, N.M.

CONTOUR INTERVAL: OIL CENTER, N.M.

10'

JOHN WEST SURVEYING HOBBS, NEW MEX (505) 393×31

Blow Out Preventor Schematic



Melrose Operating Co.

Lease: Jalmat Field Vates
Sand Unit



165