

District I
1625 N. French Dr., Hobbs, NM 88249

District II
1301 W. Grand Avenue, Artesia, NM 88210

District III
1000 Rio Brazos Road, Aztec, NM 87410

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

State of New Mexico
Energy Minerals and Natural Resources

Form C-101
May 27, 2004

JAN 18 2008

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to appropriate District Office

☐ AMENDED REPORT
☒ Permit renewal request

HOBBS OCD

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

¹ Operator Name and Address: Melrose Operating Co., c/o Box 953, Midland, TX 79702		² OGRID Number: 184860
		³ API Number 38709 30 - 025 37504
⁴ Property Code 25191	⁵ Property Name Jalmat Field Yates Sand Unit	⁶ Well No 230
⁹ Proposed Pool 1: Jalmat, Tansill-Yates-7 Rvrs		¹⁰ Proposed Pool 2

⁷ Surface Location

UL or lot no. C	Section 23	Township 22S	Range 35E	Lot Idn	Feet from the 1310	North/South line North	Feet from the 1650	East/West line West	County Lea
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⁸ Proposed 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
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Additional Well Information

¹¹ Work Type Code N	¹² Well Type Code O	¹³ Cable/Rotary R	¹⁴ Lease Type Code State	¹⁵ Ground Level Elevation 3575'
¹⁶ Multiple No	¹⁷ Proposed Depth 4200'	¹⁸ Formation Yates	¹⁹ Contractor TBA	²⁰ Spud Date 2-5-08
Depth to Groundwater: 300-350'		Distance from nearest fresh water well: approx: none		Distance from nearest surface water: none
Pit: Liner: Synthetic: X 12_mils thick Clay <input type="checkbox"/>		Pit Volume: 3000_bbls		Drilling Method:
Closed-Loop System <input type="checkbox"/>		Fresh Water X Brine X Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>		

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12 1/4"	8 5/8"	24#	350'	375 sx	Surface
7 7/8"	5 1/2"	15.5#	4200'	925 sx	Surface

²² Describe the proposed program. If this application 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.

Propose to drill 12 1/4" hole to 350', set 8 5/8" casing @ 350', cementing with 375 sx CI C, slurry wt of 14.8 ppg, yield of 1.34 cf/sx, type CI C with 2% CaCl₂.

Drill 7 7/8" hole to 4200', run open hole logs, set production casing string to approximately 4200', cementing with lead slurry of 600 sx, 50:50 poz CI C w/10% bentonite + Sodium Chloride + 0.2% FL, slurry weight - 11.80 ppg, yield - 2.45 cf/sx; tail w/ 325 sx, 50:50 poz CI C + 10% bentonite + Sodium Chloride + 0.2% FL, slurry weight - 14.2 ppg, yield - 1.3 cf/sx.

Will perforate, stimulate & test well.

We do not anticipate encountering any H₂S intervals during the drilling of this well, based on wells drilled offsetting this location and producing wells in the unit.

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines X, a general permit ☐, or an (attached) alternative OCD-approved plan ☐.

Printed name: Ann E. Ritchie

Title: Regulatory Agent

E-mail Address: ann.ritchie@wtor.net

Date: 1-15-08

Phone: 432 684-6381/214-762-0830

OIL CONSERVATION DIVISION

Approved by:

Chris W. Schramm

Title:

Approval Date:

JAN 22 2008

Expiration Date:

Conditions of Approval Attached ☐

Permit Expires 2 Years From Approval
Date Unless Drilling Underway

DISTRICT I

1625 N. FRENCH DR., HOBBS, NM 88240

DISTRICT II

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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 Department

OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102

Revised JUNE 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number <i>38709</i> <i>30-025-37504</i>	Pool Code <i>33820</i>	Pool Name <i>Jalmat (T-4-7Rvs)</i>
Property Code <i>25191</i>	Property Name <i>JYSU</i>	Well Number <i>230</i>
OGRID No. <i>184860</i>	Operator Name <i>MELROSE OPERATING COMPANY</i>	Elevation <i>3575'</i>

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	23	22-S	35-E		1310	NORTH	1650	WEST	LEA

Bottom Hole Location If Different From Surface

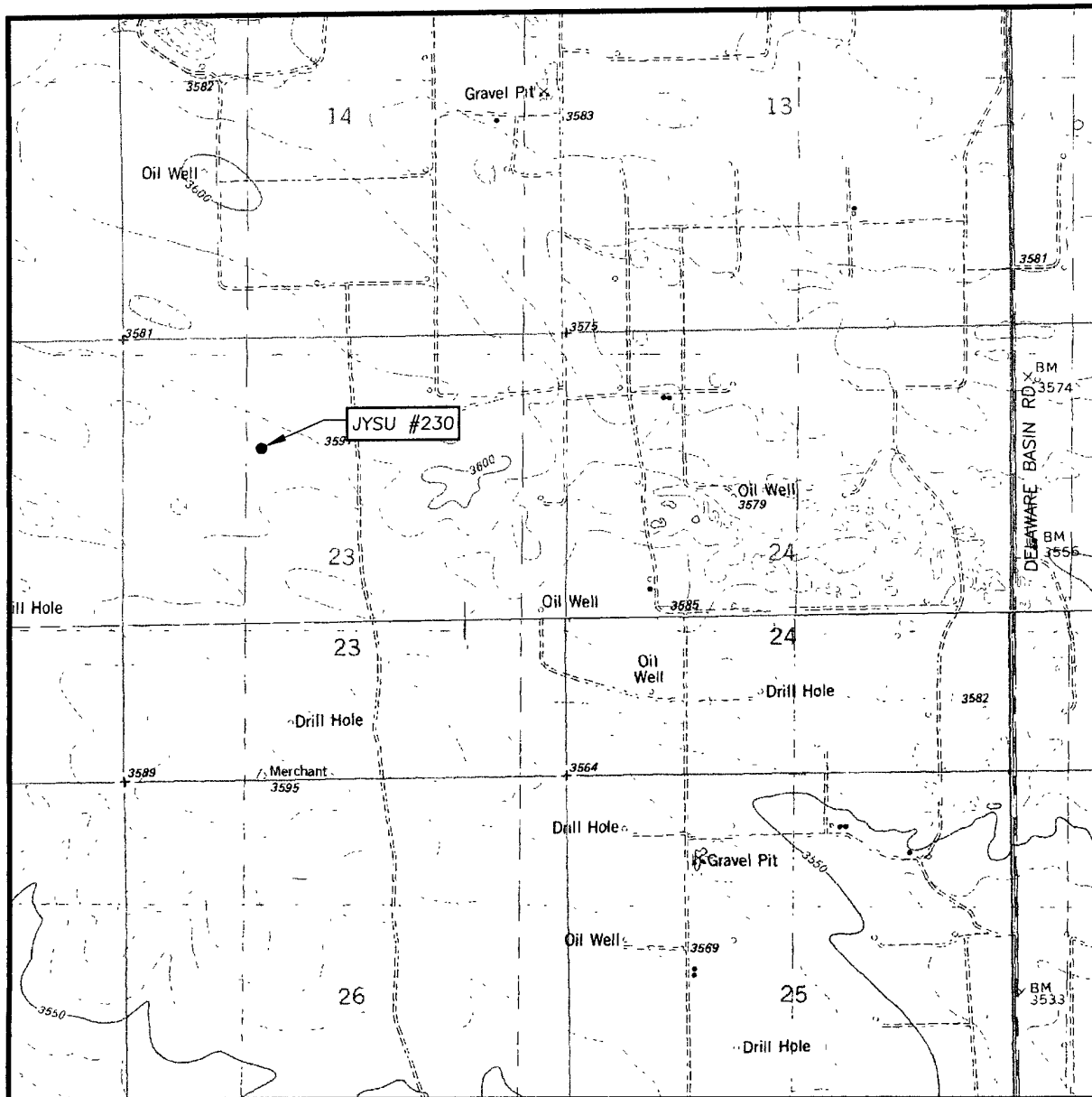
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres <i>40 *</i>	Joint or Infill	Consolidation Code	Order No. <i>* Waterflood Unit</i>
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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

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief Signature <i>Ann E. Ritchie</i> Printed Name <i>Regulatory Agent</i> Title <i>10-5-05</i> Date
	SURVEYOR CERTIFICATION 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 supervision and that the same is true and correct to the best of my belief Date Surveyed Signature & Seal of Professional Surveyor 05.11.1493 Certificate No. GARY EIDSON 12641

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
OIL CENTER, N.M. - 10'

SEC. 23 TWP. 22-S RGE. 35-E

SURVEY N.M.P.M.

COUNTY LEA

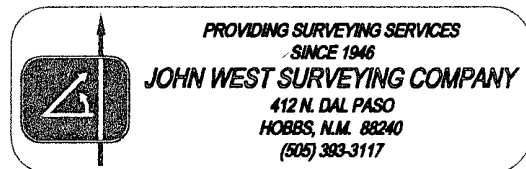
DESCRIPTION 1310' FNL & 1650' FWL

ELEVATION 3575'

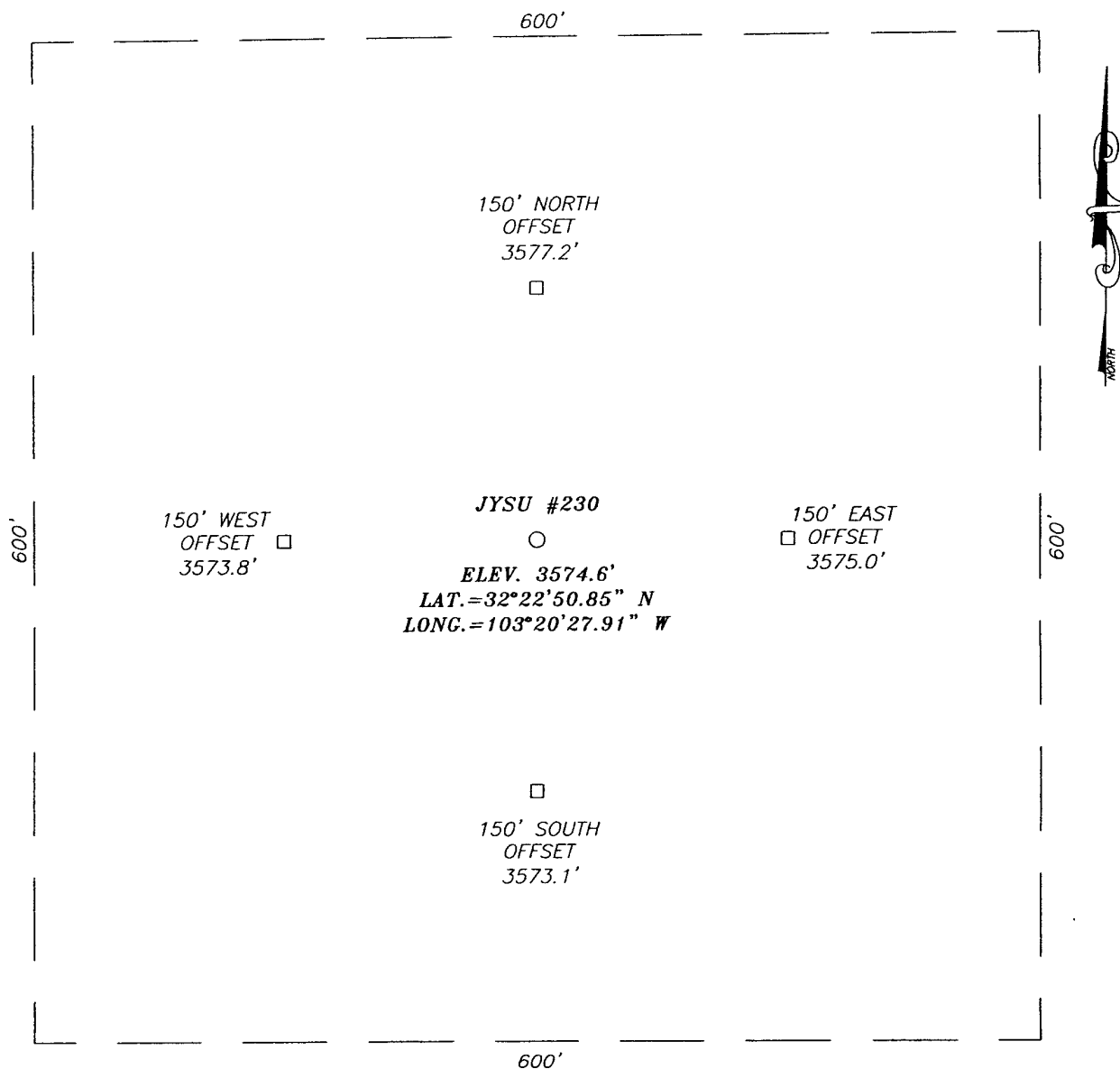
OPERATOR MELROSE OPERATING COMPANY

LEASE JYSU

U.S.G.S. TOPOGRAPHIC MAP
OIL CENTER, N.M.

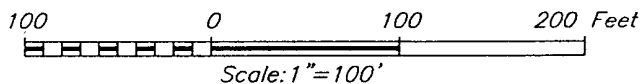


SECTION 23, TOWNSHIP 22 SOUTH, RANGE 35 EAST, N.M.P.M.,
 LEA COUNTY, NEW MEXICO



DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF DELAWARE BASIN RD. AND
 WEAVER RD. GO WEST ON DELAWARE BASIN RD. APPROX.
 0.8 MILES. TURN RIGHT AND GO WEST APPROX. 1.1
 MILES. TURN LEFT AND GO SOUTH APPROX. 1.3 MILES.
 TURN RIGHT AND GO WEST APPROX. 0.3 MILES. ROAD
 BENDS TO THE RIGHT AND CONTINUES NORTH APPROX.
 0.2 MILES. TURN LEFT AND GO WEST APPROX. 0.1
 MILES. TURN LEFT AND GO SOUTH APPROX. 0.1 MILES.
 THEN ROAD BENDS RIGHT AND CONTINUES SOUTHWEST
 APPROX. 0.1 MILES TO THE JYSU #209 WELL. THIS
 LOCATION IS APPROX. 0.2 MILES SOUTHEAST.



MELROSE OPERATING COMPANY

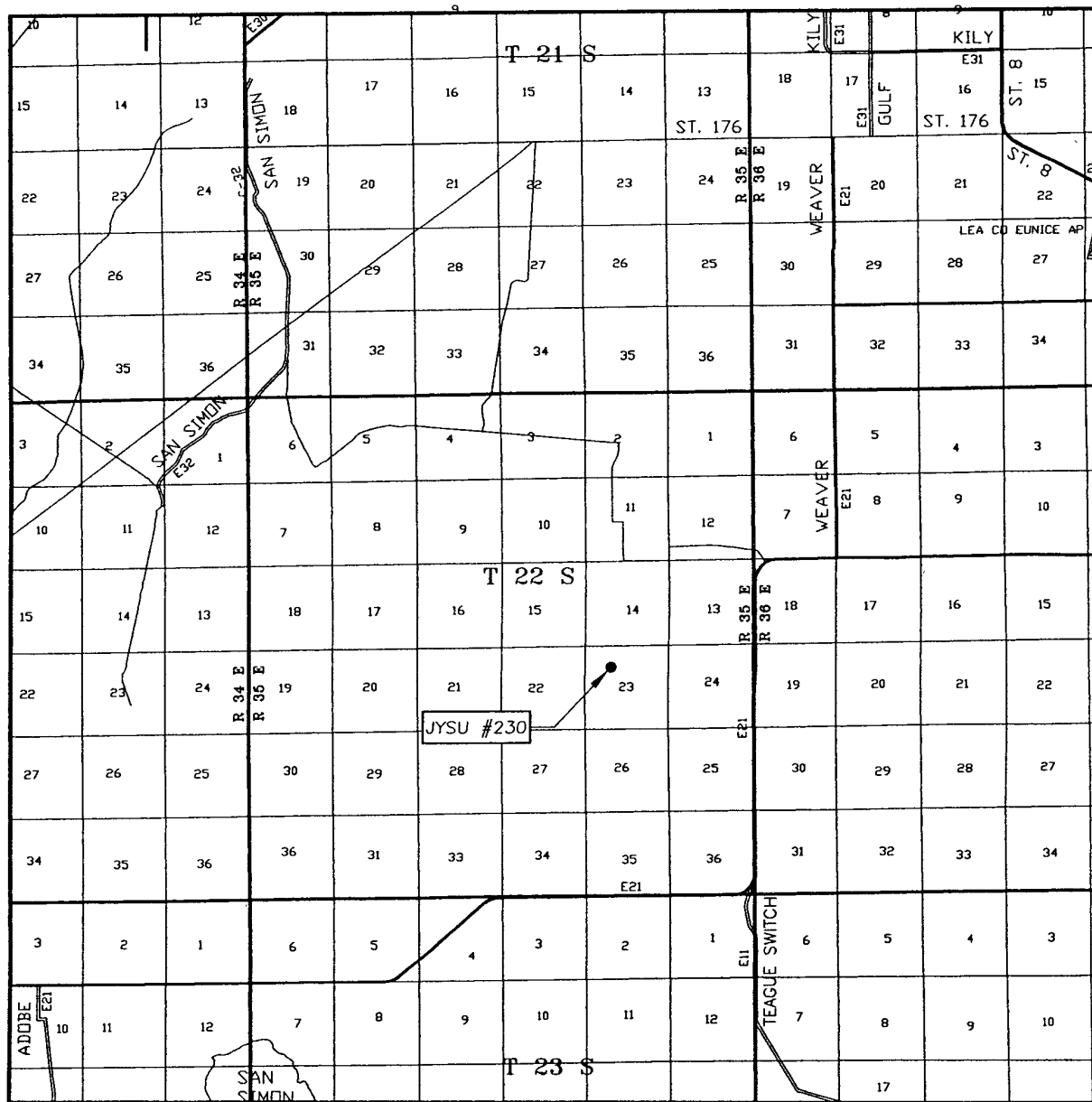
JYSU #230 WELL
 LOCATED 1310 FEET FROM THE NORTH LINE
 AND 1650 FEET FROM THE WEST LINE OF SECTION 23,
 TOWNSHIP 22 SOUTH, RANGE 35 EAST, N.M.P.M.,
 LEA COUNTY, NEW MEXICO.

Survey Date: 9/26/05	Sheet 1 of 1 Sheets
W.O. Number: 05.11.1493	Dr By: LA
Date: 9/29/05	Rev 1: N/A
Disk: CD#4	05111493
Scale: 1"=100'	



PROVIDING SURVEYING SERVICES
 SINCE 1948
JOHN WEST SURVEYING COMPANY
 412 N. DAL PASO
 HOBBS, N.M. 88240
 (505) 383-3117

VICINITY MAP



SCALE: 1" = 2 MILES

SEC. 23 TWP. 22-S RGE. 35-E

SURVEY N.M.P.M.

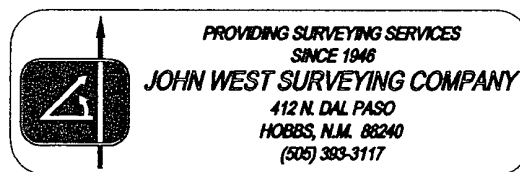
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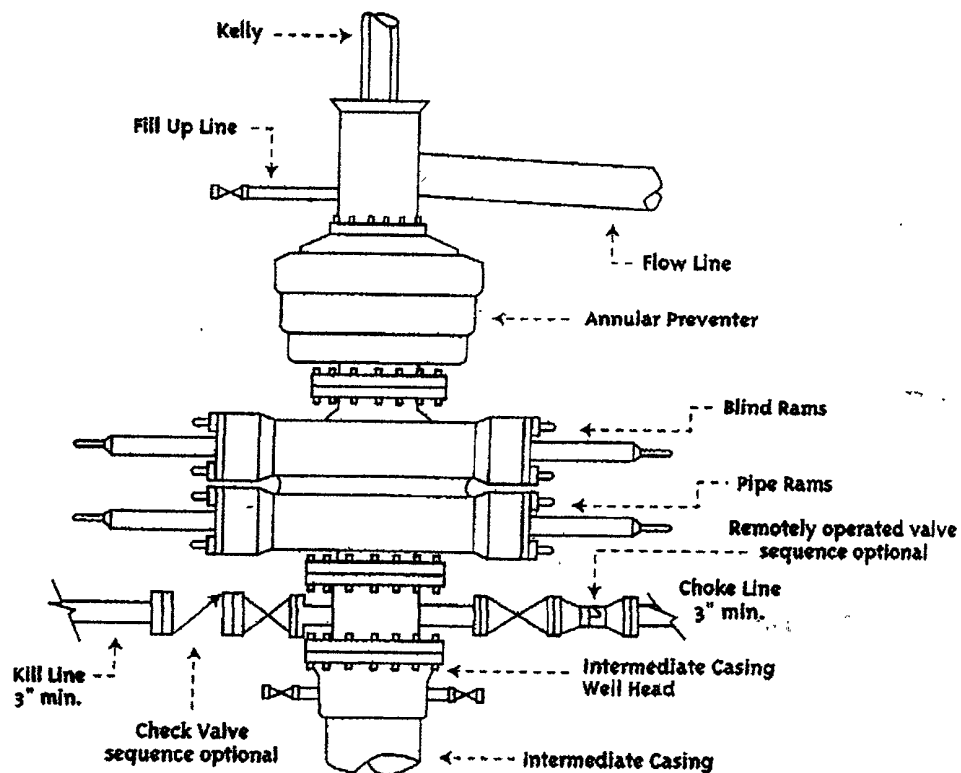
OPERATOR MELROSE OPERATING COMPANY

LEASE JYSU





**Typical 3,000 psi Pressure System
Schematic
Annular Double Ram Preventer Stack**



Typical 3,000 psi choke manifold assembly with at least these minimum features

