District I 1625 N. French Dr., Hobbs, NM 88240 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



Form C-101 May 27, 2004

Oil Conservation DiAMSon 5 2008

Submit to appropriate District Office

1220 South St. Francis Santa Fe, N

☐ AMENDED REPORT X Permit renewal request

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE OGRID Number. 184860 / Operator Name and Address: Melrose Operating Co., c/o Box 953, Midland, TX 79702 30 - 025Property Code 25191 Ialmat Field Yates Sand Unit 10 Proposed Pool 2 9 Proposed Pool 1: Jalmat, Tansill-Yates-7 Rvrs **Surface Location** East/West liEast Feet from the North/South line Feet from the UL or lot no Section Township Range Lot Idn 640 East Lea 35-E. 700 North 13 A 22-S ⁸ Proposed Bottom Hole Location If Different From Surface Feet from the North/South line Feet from the Fast/West line Lot Idn UL or lot no Township Range Additional Well Information 15 Ground Level Elevation 12 Well Type Code 3 Cable/Rotary 14 Lease Type Code 11 Work Type Code 3587° State o Spud Date Contractor 16 Multiple 17 Proposed Depth ⁸ Formation 4-18-08 TBA 42003 Yates No Depth to Groundwater: 120' Distance from nearest fresh water well: Distance from nearest surface water: none Liner: Synthetic: X 12 mils thick Clay Pit Volume: 3000 bbls Drilling Method: Fresh Water X Brine X Diesel/Oil-based Gas/Air Closed-Loop System ²¹ Proposed Casing and Cement Program Setting Depth Casing weight/foot Sacks of Cement Estimated TOC Hole Size Casing Size 375 sx24# 350' Surface 12 1/4" 8 5/8" 5 1/2" 15 5# 4200° $925 \, sx$ Surface 7 7/8" 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 Cl C, slurry wt of 14.8 ppg, yield of 1.34 cf/sx, type Cl 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 Cl 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 Cl 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 OIL CONSERVATION DIVISION 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 Approved by: an (attached) alternative OCD-approved plan Printed name: Ann E. Ritchie Title: OC DISTRICT SUPERVISOR/GENERAL MANAGER **Expiration Date:** Title: Regulatory Agent E-mail Address: ann.ritchie@wtor.net Phone: 432 684-6381/214-762-0830 Conditions of Approval Attached

Date: 4-11-08

State of New Mexico

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240

Energy, Minerals and Natural Resources Department

DISTRICT II 1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR.

Form C-102 Revised JUNE 10, 2003 Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, New Mexico 87505

DISTRICT IV WELL LOCATION AND ACREAGE DEDICATION PLAT ☐ AMENDED REPORT 1220 S. ST. FRANCIS DR., SANTA FE, NM 87505 API Number Pool Code Pool Name Jalmat (T-Y-7 Rvrs) 30-025 **~ 3.88** 33820

Property Code Property Name Well Number JALMAT Field Yates Sand Unit 25191 187 OGRID No. Operator Name Elevation MELROSE OPERATING COMPANY 184860 3587

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Α	13	22-S	35-E		700	NORTH	640	EAST	LEA

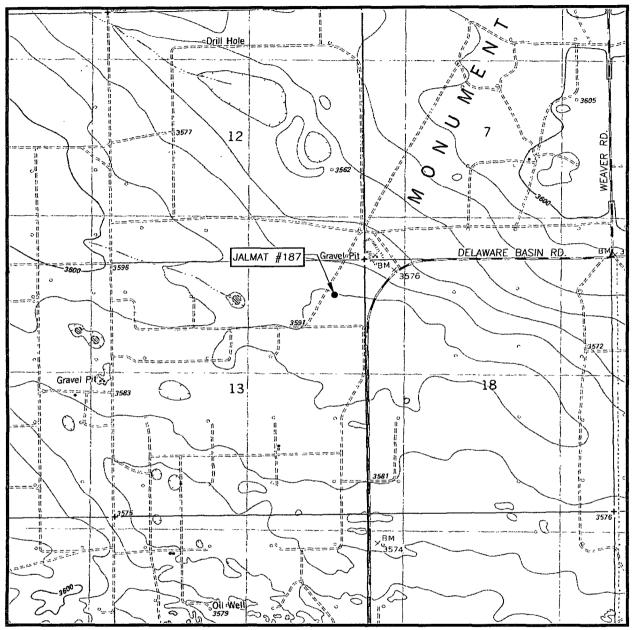
Bottom Hole Location If Different From Surface

	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
l								,		
	Dedicated Acres Joint or Infill Consolidation Code Order No.									
	40				Wa	aterflood Un	nit			

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
GEODETIC COORDINATES NAD 27 NME Y=509659.7 N X=814540.6 E LAT.=32'23'49.38" N LONG.=103'18'51.39" W	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 4-11-08 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 supervison and that the same is true and correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the best of the printed form of the correct to the correct to the printed form of the correct to the correct to the printed form of the correct to the correct t

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

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

SEC. <u>13</u>	_TWP. <u>22</u>	<u>-S</u> R(GE. <u>3</u>	5-E	
SURVEY		N.M.P.N	1.		_
COUNTY	LEA	_STATE	=	V.M.	_
DESCRIPTI	ON_700'	FNL	<u>& 64</u>	10' FE	<u>L</u>
ELEVATION		358	7'		
OPERATOR	MELROS	E OPE	RATIN	G CO	<u>M</u> PANY
_EASE	1	JALMAT	-		_
U.S.G.S. T OIL CENTE		PHIC M	IAP		



PROVIDING SURVEYING SERVICES
SINCE 1946
JOHN WEST SURVEYING COMPANY
412 N. DAL PASO
HOBBS, N.M. 88240
(505) 393-3117

SECTION 13, TOWNSHIP 22 SOUTH, RANGE 35 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO 600' 150' NORTH **OFFSET** 3584.3 JALMAT #187 150' EAST ′ □ 150' WEST 0 □ OFFSET 3587.3' ELEV. 3587.5' **OFFSET** LAT.=32°23'49.38" N 3589.51 LONG.=103°18'51.39" W 150' SOUTH **OFFSET** 3591.8' 600'

DIRECTIONS TO LOCATION

FROM THE INTERSECTION OF WEAVER ROAD AND DELAWARE BASIN ROAD GO WEST ON DELAWARE BASIN ROAD APPROX. 0.8 MILES. TURN RIGHT AT CATTLE GUARD AND GO WEST—NORTHWEST APPROX. 0.3 MILES. TURN LEFT AND GO SOUTHWEST 0.3 MILES. THIS LOCATION IS APPROX. 180 FEET EAST.



PROVIDING SURVEYING SERVICES
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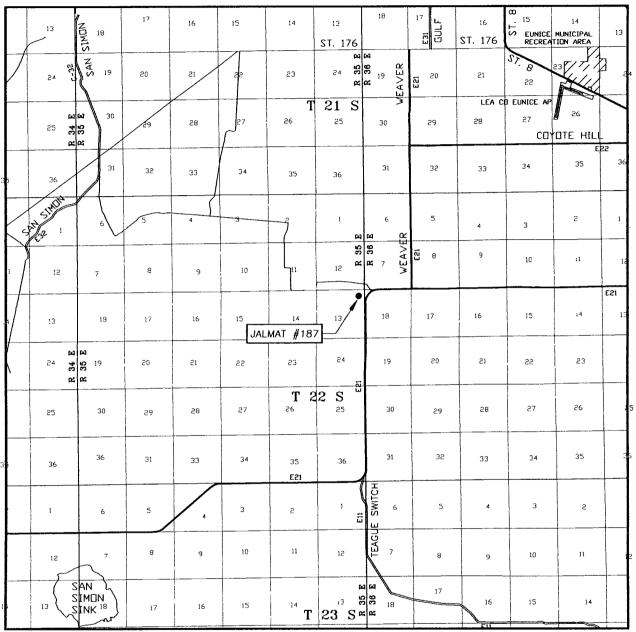
100	0	100	200 Feet
	Scale: 1	<i>"=100"</i>	

MELROSE OPERATING COMPANY

JALMAT #187 WELL
LOCATED 700 FEET FROM THE NORTH LINE
AND 640 FEET FROM THE EAST LINE OF SECTION 13,
TOWNSHIP 22 SOUTH, RANGE 35 EAST, N.M.P.M.,
LEA COUNTY, NEW MEXICO.

Survey Date:	1/19/06	1.	Sheet	1	of	1	Sheets
W.O. Number: 00	6.11.0127	Dr	By: LA		Re	ev 1:	N/A
Date: 1/27/06	Disk: CD#	<i>#5</i>	061	10127	7	Scal	e:1"=100'

VICINITY MAP



SCALE: 1" = 2 MILES

SEC. 13 1	WP. <u>22</u>	<u>–S</u> RGE	. <u>35 –</u>	<u>E</u>
SURVEY	N	.м.Р.м.		
COUNTY	LEA	STATE _	N.I	И
DESCRIPTION	700'	FNL &	640'	FEL
ELEVATION_		3587		
OPERATOR M	ELROSE	OPERA	ATING	COMPANY
LEASE	ل	ALMAT		



