

Submit 3 Copies To Appropriate District Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., 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-103  
May 27, 2004

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.  
Santa Fe, NM 87505

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HOBBS OCD

WELL API NO. 30 025 38871
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Jalmat Field Yates Sand Unit <input checked="" type="checkbox"/>
8. Well Number 182 <input checked="" type="checkbox"/>
9. OGRID Number 184860 <input checked="" type="checkbox"/>
10. Pool name or Wildcat Jalmat Tan-Yates-7Rvrs

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator  
Melrose Operating Company ☒

3. Address of Operator  
c/o P.O. Box 953, Midland, TX 79702

4. Well Location  
Unit Letter A : 790 feet from the North line and 521 feet from the East line ☒  
Section 14 Township 22S Range 35E NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.) GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type                      Depth to Groundwater                      Distance from nearest fresh water well                      Distance from nearest surface water                     

Pit Liner Thickness:                      mil Below-Grade Tank: Volume                      bbls; Construction Material                     

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS ☒ P AND A ☐  
CASING/CEMENT JOB ☒ X  
OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

4-30-08: Spudded well, drilling 12 1/4" hole. Drilled to 470'. Ran 8 5/8", 24#, J55, STC New LS casing to 447'. Cemented casing with 375 sx Cl C, w/2% CaCl. Float OK. Circulated 50 sx to pit. WOC for 18 hrs. Pressure tested to 1000 psi. - 30 min.

5-5-08: Reached total depth of 4150'. Ran 5 1/2", 15.5#, J55 casing to 4150'. Cemented with 450 lead Cl C slurry, followed w/350 sx tail Cl C cement. Floats OK. Circulated 67 sx to pit. Pressure tested to 1500 psi. WOC more than 24 hrs. Rig released.

*Hole size?*

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines X, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Ann E. Ritchie TITLE Regulatory Agent DATE 5-16-08

Type or print name: Ann E. Ritchie E-mail address: ann.ritchie@wtor.net Telephone No. 432 684-6381

For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE JUN 10 2008  
Conditions of Approval (if any):

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MAY 27 2008

HOBBS OCD