

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

FEB 10 2009

HOBBS

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

June 19, 2008

| | |
|--|--|
| WELL API NO. | 30-025-38925 |
| 5. Indicate Type of Lease | STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. | Prop#25191 |
| 7. Lease Name or Unit Agreement Name | JALMAT FIELD YATES SAND UNIT |
| 8. Well Number | 250 |
| 9. OGRID Number | 184860 |
| 10. Pool name or Wildcat | Jalmat, Yates, Tansell, 7-Rives |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) | 3585' GL |

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 Water Injection Well ☒

2. Name of Operator
MELROSE OPERATING CO

3. Address of Operator
1000 W. WILSHIRE, SUITE 223, OKLAHOMA CITY, OK 73116

4. Well Location
Unit Letter C : 625 feet from the NORTH line and 1853 feet from the WEST line
Section 13 Township 22S Range 35E NMPM County LEA

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 ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER:

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.

Melrose will performing MIT Test on Jalmat #250 WIW on Wednesday, February 11th, 2009, at 8:00 AM MST

Spud Date:

Rig Release Date:

WFX-841

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Cam Robbins

TITLE Forman

DATE 2/6/09

Type or print name Cam Robbins

E-mail address: maximum@valornet.co

PHONE: 575-390-4666

For State Use Only

APPROVED BY:

Tammy W. Hill

TITLE

DISTRICT 1 SUPERVISOR

DATE

FEB 11 2009

Conditions of Approval (if any):