

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
MAR 26 2009
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

State of New Mexico

Form C-103

Revised June 10, 2003

WELL API NO. 30-025-38915
5. Indicate Type of Lease STATE X FEE
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Cone Jalmat Yates Pool Unit
8. Well Number 126
9. OGRID Number 184860
10. Pool name or Wildcat: Jalmat; Tansill-Yates-7 Rvrs

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 X Gas Well Other	
2. Name of Operator Melrose Operating Company	
3. Address of Operator c/o Box 953 Midland, TX 79702	
4. Well Location Unit Letter <u>O</u> ; <u>1292</u> feet from the <u>South</u> line and <u>1352</u> feet from the <u>East</u> line Section 13 Township 22-S Range 35-E NMPM Lea County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.): 3582' GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER:	SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS X PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND 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.

01-26-09: Reached total depth of 3978'. Ran 5-1/2", 15.5#, J55 casing to 3974'. Cemented w/400 sx lead, 50/50 poz, CI C, 5% salt + .125#sxcf + 3#sxlcm-1, 11.8#/gal, yield 2.45. Tailed w/300 sx 50/50 poz, CI C, 5% salt + 3#sxlcm-1 + 4/10 fl-25, 14.2 #/gal, yield 1.3. Circulated 91 sx to pit. WOC 24 + hrs. Pressure tested to 1000# for 30 minutes. Rig release. Waiting on completion.

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

SIGNATURE Ann E. Ritchie TITLE Regulatory Agent DATE: 3-23-09

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

(This space for State use)

APPROVED BY [Signature] TITLE PETROLEUM ENGINEER DATE MAR 30 2009
Conditions of approval, if any: