

June 19, 2008

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

OIL CONSERVATION DIVISION

MAR 12 2010 220 South St. Francis Dr.

HOBBSD

Santa Fe, NM 87505

WELL API NO.

30-025-38874

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

Prop#25191

7. Lease Name or Unit Agreement Name

JALMAT FIELD YATES SAND UNIT

8. Well Number 195

9. OGRID Number

184860

10. Pool name or Wildcat

Jalmat, Yates, Tansell, 7-Rives

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

20333 STATE HIGHWAY 249, Suite 310, HOUSTON TX 77077

4. Well Location

Unit Letter H : 1970 feet from the NORTH line and 448 feet from the EAST lineSection 14 Township 22S Range 35E NMPM County LEA

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

3584' GL

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:

OTHER: INJECTION MIT

X

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.

Performed Injection MIT, 6/5/09, 580#s for 30 min, Witnessed by OCD/John Harrison, SEE attached Chart

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

TITLE Forman

DATE 6/5/09

Type or print name Cam Robbins

E-mail address: maximum@valornet.co

PHONE: 575-390-4666

For State Use Only

APPROVED BY:

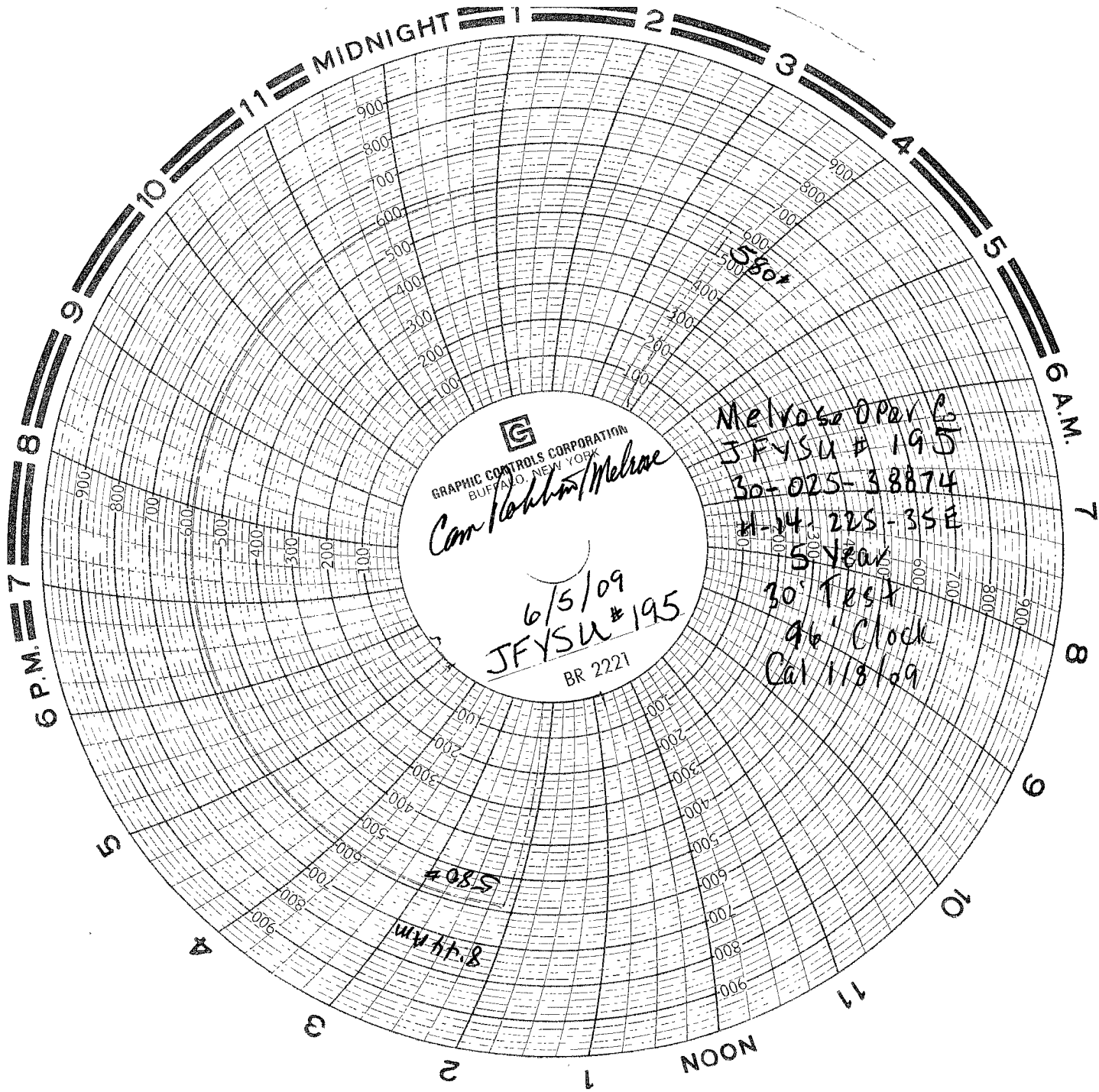
TITLE

Staff member

DATE

3-15-10

Conditions of Approval (if any):



GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

Cam/Robert/Melrose

6/5/09
JFY SU #195
BR 2221

Melrose Oper C
JFY SU #195
30-025-38874
H-14-22S-35E
5 Year
30' Test
46' Clock
Cal 1/8/09

408.5

8:44 AM