

Submit 1 Copy 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

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
March 23 2010

OIL CONSERVATION DIVISION
220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED

APR 29 2010

WELL API NO. 30-025-38918
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Cone Jalmat Yates Pool Unit
8. Well Number 130
9. OGRID Number 184860
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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Melrose Operating	
3. Address of Operator 20333 State Highway 249, Suite 310, Houston, Texas 77070	
4. Well Location Unit Letter _____ N _____ : _____ 610 _____ feet from the _____ South _____ line and _____ 2015 _____ feet from the _____ West _____ line Section 13 Township 22S Range 35E NMPM County Lea	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GL 3571	

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: ☐

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

12/09/09 Spudded well 15:00, drill 12 1/4" hole to 445'.
12/09/09 Ran 424' of 8 5/8", 24#, STC, J55, 8rd Casing.
12/10/09 Cement 8 5/8" w/375 sx "C" 2%CaCl @14.8#, 1.35y, 6.39gal, circ 54 sx to Pit. WOC 18hrs. Prepare for next section, NU BOP.
12/11/09 RIH w/7 7/8" drill assembly, tag cement & drill cement & float, drill 8" new formation. Pressure test. Drill Ahead.
12/17/09 Reached total depth of 3995'. Wireline log w/ triple combo. RIH w/89 Jnts 5 1/2", 15.5#, J55, 8rd, LTC casing to 3986'.
12/18/09 Cemented w/700sx. WOC.
12/18/09 Rig Released 10:00 AM.

Spud Date:

12/09/09

Rig Release Date:

12/18/09

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

SIGNATURE [Signature] TITLE Vice President DATE 04-16-2010

Type or print name BARRY ARCHER E-mail address: barry@melroseenergy.com PHONE: 832 678 7070

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAY 10 2010

Conditions of Approval (if any):