

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 ResourcesOIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-10

March 25 2010

WELL API NO.

30-025-38922

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Cone Jalmat Yates Pool Unit

8. Well Number 249

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 ☒ Gas Well ☐ Other ☐

2. Name of Operator

Melrose Operating

3. Address of Operator

20333 State Highway 249, Suite 310, Houston, Texas 77070

4. Well Location

Unit Letter I : 2030 feet from the South line and 330 feet from the East lineSection 11 Township 22S Range 35E NMPM County Lea

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

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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

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

OTHER:

Perf Acid Frac

☒

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.

06/22/2009 RU Weatherford WL & Perf 3824' - 3990w 2 spf, RU Cudd & Spot 4000 gals HCl. NEFE Acid,

06/26/2009 RU Cudd & Frac well Down Casing w/ 1510 bbl frac w/ 116380# 12/20 sand

06/27/2009 RU RIH w/ 4 3/4" Bit & Clean out Frac Sand,

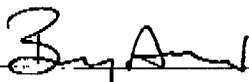
Spud Date:

02/13/09

Rig Release Date:

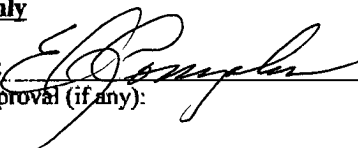
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

TITLE VICE PRESIDENTDATE 03.25.2010Type or print name BARRY ARCHERE-mail address: barcher@melroseenergy.com PHONE: 832 671 7001

For State Use Only

APPROVED BY:

TITLE STAFF WRITERDATE 3-31-10

Conditions of Approval (if any):

WELL DIAGRAM

Operator - Melrose Operating Company

Lease Name - Jalmat Field Yates Sand Unit

API - 30 025 38922

Location - Unit 1 2030' FSL & 330' FEL, Section 11, T 22S, R 35E NMPM Lea Country, NM

Spud - 02/13/09

Well - 249

