

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED
APR 29 2010
HOBBSUCD

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-38940

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Jalmat Field Yates Sand Unit

8. Well Number 148

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 NEW INJECTOR

2. Name of Operator

Melrose Operating

3. Address of Operator

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

4. Well Location

Unit Letter H : 1940 feet from the North line and 362 feet from the East line

Section 23 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 ☐

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.

12/20/08 Spudded well 21:00, drill 12 1/4" hole to 425'.

12/21/08 Ran 413' of 8 5/8", 24#, J-55 STC casing, cemented with 375 sx circulated to surface. WOC & prepare for next section. WOC.

12/29/08 RIH w/ 7 7/8" drill assembly, tag cement & drill cement & float, drill 10' new formation. Pressure test. Drill Ahead.

01/02/09 Reached total depth of 4155'. Wireline log w/ triple combo. RIH w/ 5 1/2", 15.5# J55 8rd casing to 4150'.

Cemented w/ 700 sx C Cl, circ 28sx to pits. Pressure up to 1000psi, held. Waiting on completion.

01/03/09 Rig Released 06:00.

Spud Date:

12/20/08

Rig Release Date:

01/03/09

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

SIGNATURE



TITLE Vice President

DATE 04.16.2010

Type or print name

BARRY ARCHER

E-mail address:

barcher@melrosemex.com

PHONE: 832 698 7000

For State Use Only

APPROVED BY:



TITLE

STAFF MEMBER

DATE 5-25-10

Conditions of Approval (if any):