

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

State of New Mexico
Energy, Minerals and Natural Resources
RECEIVED
FEB 25 2011
CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
June 19, 2008

WELL API NO. 30-025-08634	
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No. 25203	
7. Lease Name or Unit Agreement Name Cone Jalmat Yates Pool Unit	
8. Well Number #401	
9. OGRID Number 184860	
10. Pool name or Wildcat Tansill, Yates, 7-Rivers <i>Jalmat Oil</i>	
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 Water Injection Well <input type="checkbox"/>	
2. Name of Operator MELROSE OPERATING <i>Quantum Resources</i>	
3. Address of Operator 20333 State Highway 249, Suite 310, Houston, TX 77077	
4. Well Location Unit Letter <u>I</u> : 1980 feet from the <u>SOUTH</u> line and <u>330</u> feet from the <u>EAST</u> line Section <u>23</u> Township <u>22S</u> Range <u>35E</u> NMPM County <u>LEA</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3592 DF	

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

1/3/10 MIRUPU, RIH w/ MJ, PS, SN, & 126 Jnts 2 3/8" Tbg, SN@3958', RIH w/ 2" x 1 1/2" x 16' Pump, 59- 7/8" & 96- 3/4" Rods
Hang Well on & Space Out, hook up electricity & Flowline, Well Producing to CJYPU CTB: 1/9/10

Well Test on 1/17/10: 3 Bbl OIL, 21 Bbl WATER, 1 mcf GAS

Spud Date:

Rig Release Date:

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

SIGNATURE *Cam Robbins* TITLE Prod. Forman DATE Feb 21, 2011

Type or print name Cam Robbins E-mail address: maximum@valornet.com PHONE: 575-390-4666
For State Use Only

APPROVED BY *[Signature]* TITLE STAFF MGR DATE 3-1-2011
Conditions of Approval (if any):