

RECEIVED

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

Form C-103
June 19, 2008

FEB 25 2011

WELL API NO. 30-025-08654
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 #605
9. OGRID Number 184860
10. Pool name or Wildcat Tansill, Yates, 7-Rivers <i>Jalmat Oil</i>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3579'GL 3590KB

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~~ *Quantum Resources*

3. Address of Operator
20333 State Highway 249, Suite 310, Houston, TX 77077

4. Well Location
Unit Letter I : 1980 feet from the SOUTH line and 990 feet from the EAST line
Section 24 Township 22S Range 35E NMPM County LEA

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK	X ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

DEC. 23, 2010 MIRUPU, NU BOP, RIH w/MJ, PS, SN & 14 Jnts 2 3/8" Tbg, TAC & 103 Jnts 2 3/8" Tbg (117 Jnts Tbg Total) SN@3714', ND BOP, NUWH, RIH w/ 2" x 1 3/4" x 16' Pump. RIH w/ 21- 7/8", 90- 3/4". 38- 7/8" Rods, Hang Well on & Space Out Hook up Electricity & Flowline, Well Producing to CJYPU CTB 12/27/10

Well Test on 12/31/10: 2 Bbl OIL, 184 Bbl WATER, 0 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

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