

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

NOV 07 2013

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2.		5. Lease Serial No. NMSF - 078807A
1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		6. If Indian, Allottee or Tribe Name
2. Name of Operator McElvain Energy, Inc.		7. If Unit of CA/Agreement, Name and/or No. SRM 1453
3a. Address 1050 17th St, Suite 2500, Denver, CO 80265		8. Well Name and No. Federal Com #2R
3b. Phone No. (include area code) 303-893-0933		9. API Well No. 30-045-23512
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1085' FSL & 285' FWL SWSW Sec 12 T28N R13W NMPM		10. Field and Pool or Exploratory Area Basin Dakota
		11. County or Parish, State San Juan County, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Well Evaluation
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

10/8/2013 Rig up service Unit. Attempt to pull bridge plug. Encountered Collapsed casing @ 2421'.
10/9/2013 Work RBP free & pull same.
10/10/2013 Could not work due to rain. Bolack Ranch denied access.
10/11/2013 Ranch denied access due to rain. Shut down for weekend.
10/14/2013 Run Bit & scrapper through tight spots. Clean out to 6022'. Pulled up to 2330'.
10/15/2013 Clean out to 6118' PBTD.
10/16/2013 Attempt to run csg inspection logs, could not get below 2400'. Run csg inspection without calipers frm 6130' to surface.
10/17/2013 Run bit scrapper, watermelon mill through csg leaks, milled 2235' to 2260'. Run RBP to 5955'.
10/18/2013 Run CBL and Csg inspection logs frm 5955' to surface. Severe csg leaks @ 2238' & 2250', 2346' to 2360' & @ 3133'. Csg restrictions @ 2250' to 236' prevent running csg patch as planned.
10/21/2013 Run tbg out of the derrick & rig dwn service unit. Tbg currently @ 5766', BP over Dakota perms @ 5955'.

RCVD NOV 12 '13
OIL CONS. DIV.
DIST. 3

Evaluating logs, reserves, lease situation & alternative plans, including plugging, additional repair work or recompletion to shallower zones.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Deborah Powell	Title Eng Tech Manager
Signature <i>Deborah K Powell</i>	Date 11/06/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved by	Title	Date
		NOV 07 2013
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	FARMINGTON FIELD OFFICE BY <i>SM</i>

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

NMOCDA