Form 3160-5 (August 2007) HOBBS OFFARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS OF AFELSDAD Field			OMB N	FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 5. Lease Serial No.	
			5. Lease Serial No.		
OCDO not use thi	NOTICES AND REPO	drill or to re-enter an b) for such prop OCD	Field Official 6166		
RELEMENT TRIPLICATE - Other instructions on reverse side.			7. If Unit or CA/Agr	eement, Name and/or No.	
1. Type of Well	her		8. Well Name and No EK 29 BS2 FED		
2. Name of Operator MCELVAIN OIL & GAS PROF	Contact:	TONY G COOPER r@mcelvain.com	9. API Well No. 30-025-42700-00-X1		
3a. Address 1050 17TH STREET SUITE 1800 DENVER, CO 80265-1801		3b. Phone No. (include area code) Ph: 303-893-0933 Ext: 331			
4. Location of Well (Footage, Sec., T., R., M., or Survey Description))	11. County or Parish	, and State	
Sec 30 T18S R34E SESE 175	SFSL 100FEL		LEA COUNTY	, NM	
12. CHECK APPI	ROPRIATE BOX(ES) TO	DINDICATE NATURE OF N	NOTICE, REPORT, OR OTHI	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
 Notice of Intent Subsequent Report Final Abandonment Notice 	 Acidize Alter Casing Casing Repair Change Plans Convert to Injection 	 Deepen Fracture Treat New Construction Plug and Abandon Plug Back 	 Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal 	 Water Shut-Off Well Integrity Other Well Spud 	
determined that the site is ready for f The attached document provid intermediate, and production of Please see attached document	des detailed information of casing for this well.	on the installation and cement	ing of surface,		
 I hereby certify that the foregoing is 		352883 verified by the BLM We	II Information System		
	Electronic Submission # For MCELVAIN	352883 verified by the BLM We OIL & GAS PROP INC, sent to essing by PRISCILLA PEREZ o	the Hobbs		
	Electronic Submission # For MCELVAIN nmitted to AFMSS for proce	I OIL & GAS PROP INC, sent to essing by PRISCILLA PEREZ of	the Hobbs		
Com	Electronic Submission # For MCELVAIN nmitted to AFMSS for proc APLIS	I OIL & GAS PROP INC, sent to essing by PRISCILLA PEREZ of	o the Hobbs n 09/28/2016 (16PP1231SE) LLING AND COMPLETION		
Com Name (Printed/Typed) CHRIS C	Electronic Submission # For MCELVAIN nmitted to AFMSS for proc APLIS Submission)	I OIL & GAS PROP INC, sent to essing by PRISCILLA PEREZ o Title VP DRI Date 09/28/2	0 the Hobbs n 09/28/2016 (16PP1231SE) LLING AND COMPLETION 016		
Name (Printed/Typed) CHRIS C	Electronic Submission # For MCELVAIN nmitted to AFMSS for proc APLIS Submission)	I OIL & GAS PROP INC, sent to essing by PRISCILLA PEREZ o Title VP DRI Date 09/28/2	016 016 016 016	D Date 09/30/20	
Com Name (Printed/Typed) CHRIS C	Electronic Submission # For MCELVAIN nmitted to AFMSS for proce APLIS Submission) THIS SPACE FO ED d. Approval of this notice does nitable title to those rights in the act operations thereon.	OIL & GAS PROP INC, sent to essing by PRISCILLA PEREZ o Title VP DRI Date 09/28/2 DR FEDERAL OR STATE MUSTAFA TitlePETROLE	othe Hobbs n 09/28/2016 (16PP1231SE) LLING AND COMPLETION 016 OFFICE HSEOR RECOF HAQUE UM ENGINEER SEP 3 0 2016.		

** BLM REVISED **

Ke

8/24/2016 Pinnergy Rig 4 spud well, begin drilling 17 ½" hole

8/27/2016 Cement Surface Casing

13-3/8" 54.5ppf, J55 STC, Set at: 1813

CIRCULATE AND CONDITION HOLE PRIOR TO RUNNING POOH TO RUN 13 3/8' CASING

POOH AND LAYDOWN BHA

RIG UP FRANKS CASING CREW MAKE UP SHOE TRAC CIRC. SAME , RUN TOTAL OF 46 JOINTS OF 13 3/8' ST&C 54.50# J-55 TOTAL 1823' CASING SHOE @1813' FROM GROUND LEVEL FLOAT COLLAR @1735'

RIG UP HALLIBURTON CEMENT HEAD AND CIRCULATE 1 1/2 TIMES CASING CAPACITY.

MIX AND PUMP 1,030 SACKS 13.7 PPG LEAD CEMENT FOLLOWED BY 615 SACKS 14.8 PPG TAIL CEMENT. BUMP PLUG @4:50 A.M. 678 PSI TAKE TO 1,178 PSI FLOATS HELD WITH 1 1/2 BBLS RETURN TO TRUCK. CEMENT RETURNS TO SURFACE 69 BBLS. FULL RETURNS THROUGHOUT CEMENT JOB.

WAIT ON CEMENT TO SEE IF IT FALLS. CEMENT DROP TO BOTTOM OF CELLAR. NO TOP OUT REQUIRED. RIG DOWN HALLIBURTON.

NOTE AT 08:16 HOURS 8/27/2016 RECEIVED CALL FROM PAT WITH THE BLM AND HE ADVISED THAT HE WOULD'NT MAKE CEMENT JOB ON SURFACE THAT IF HAVE PROBLEMS CALL HIM

9/8/2016 Run and Cement Intermediate Casing

9 5/8" 40# L-80 BTC, Set at: 4,918'

Run 9 5/8" 40# L-80 BTC casing. Make up 2 joint shoe track and circulate float equipment. (OK). Run casing installing centralizers on the first 3 joints and each 3rd joint after until in surface casing 1,536 ft. (31 total). Fill every 30 joints, breaking circulation at shoe before entering open hole. Run casing to 4,886 ft. filling every 30 joints. Total pipe run 126 joints. 6 joints left on rack to be transferred back to B&L.

Pickup and makeup landing joint (G.E. Wellhead Tech on rig floor). Land out casing @4,918 ft with 5 ft. of rathole with 145,000 down on mandrel.

Fill casing and circulate with rig pump 1 1/2 times casing capacity, while rigging down casing equipment. Held pre-job safety meeting with Halliburton while circulating.

Rig down CRT. Rig up Halliburton cement head and lines. Top plug loaded in head, verified by Co. Rep.

Cementing test lines to 3000 psi, pump 20bbls fresh water, mix and pump 1,530 sx, (515bbls) Econocem,W/5% salt 0.25% 0.1250 lbm Poly E Flake, 3 lbm/sk Kol-Seal, 12.9 ppg, 1.882 yield, mix and pump 350 sx tail cement (83)bbls Halcem 0.1250 lbm Poly E Flake, 14.8 ppg 1.329 yield. Drop plug, displace with 20 bbls fresh water, 327 bbls brine, 20 bbls fresh water pumping at 7 bpm slow rate at 355 bbls pumped for final 17 bbls.to 2 bpm. Bumped at 1,040 psi, increased to 1745 psi. Hold 5 min. bled off and got 1 1/2 bbls back. Floats holding. Got 83 bbls cement back to surface, had full returns during entire cement job.

Rig down cement equipment.

Remove landing jt. Install pack off. Test packoff 2500psi/10 min. Ok

Rig up Test pump to re-test BOP equipment. Test rams, choke, floor valves, wing valves, top drive and pump lines, 250 low and 5000psi high for 10 min each test. Test Annular 250/3500. Rig down test lines.

install wear bushing

Pick up NOV 24x motor, 1.5*, .0.25rpg. Monels, MWD tool. And 8.5" Sec. MM65D bit w/6x13 jets.

Test casisng to 1500psi/30 min. Note: cement reaching 500psi comp. strength after 10.5 hrs. -

9/22/2016 & 9/23/2016 Run and Cement Production Casing

5-1/2" 17ppf HCP 110, BPN, Set at:14766

Run, <u>5 1/2"</u>, P<u>110</u>, <u>17LB</u>, BPN, F/5,660' - T/ 14,634', fill pipe every 30 jts. Precautionary wash last 3 joints down from 14,634' to 14,766' SPM-50, GPM-191, SPP-475. (Make up torque 11,900), TD stall set @10,900 ftlbs.

Circulate 1 1/2 times casing capacity with CRT @80 SPM, 306 GPM, 650 PSI.

Rig down casing equipment, Rig down spider and CRT.

Circulate Thru swedge @80 SPM, 306 GPM, 650 PSI, Halliburton setting up pump trucks and running cmt lines.

Rig up Halliburton cmt head and lines, Hold PJSM.

Pump 3 bbls water ahead, test lines to 3000 psi, Pump 40 bbl tuned spacer III, 10.5 ppg, Pump lead cmt, Neocem TM, 490 sk, 11.0 ppg, 2.903 yld, 17.94 gal/sk, 253 bbls, neat, Pump tail cmt, Versacem TM, 1255 sk, 14.5 ppg, 1.24 yld, 5.56 gal/sk, 277 bbls + additives, 1 lbm salt, 0.10% hr-800, 0.20% Halad (R)-322, 0.50% Halad (R)-344, Wash out lines, load plug, drop top plug, displace with 20 bbls MCM water, 315 bls cla-web water, Bump plug 6 bbls early at 1600 psi-2100 psi, 500 over, held for 5 min, bled off got 2.5 bbls back, floats held, full returns thruout job.

Rig down Halliburton, wash thru surface lines.