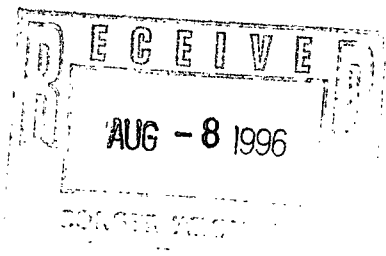


McELVAIN OIL & GAS PROPERTIES, INC.

409 ST. MICHAELS DRIVE
P.O. BOX 2148
SANTA FE, NEW MEXICO 87504-2148

ANNA M. GRIEGO
EXPLORATION & PRODUCTION ADMINISTRATOR



TELEPHONE 505/982-1935 EXT. 113
FAX 505/984-3027

August 7, 1996

Mr. Michael E. Stogner
New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, NM 87505

**RE: Non-Standard Gas Well Location
 FD Well No. 1
 Rio Arriba County, New Mexico**

Dear Mr. Stogner:

McElvain Oil & Gas Properties, Inc. hereby requests administrative approval of its application for a non-standard location for its existing FD Well No. 1 located in Section 1 of Township 25 North, Range 3 West, Rio Arriba County, New Mexico. This well is currently completed in the West Lindrith Gallup-Dakota Pool at a standard location for that pool. It is our intent to plug this well back to the Mesaverde formation creating a standard 391.22-acre spacing unit. Pursuant to the Special Rules for the Blanco Mesaverde Pool this location is unorthodox.

In support of this application please find the Application for Permit to Plugback, Well Location Plat, and Offset Operator/Owner Plat and List. If you require any other information, please contact me.

Sincerely,

A handwritten signature in cursive script that reads "Anna M. Griego".

Anna M. Griego
Exploration & Production Administrator

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-101
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 6 Copies
Fee Lease - 5 Copies

☐ AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Operator Name and Address: McElvain Oil & Gas Properties, Inc. P.O. Box 2148 Santa Fe, NM 87504-2148		OGRID Number 22044
		API Number 30-039-24117
Property Code 6661	Property Name FD	Well No. 001

⁷ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	1	25N	3W		2840	North	950	East	Rio Arriba

⁸ Proposed Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
⁹ Proposed Pool 1 Blanco Mesaverde					¹⁰ Proposed Pool 2				

¹¹ Work Type Code P	¹² Well Type Code G	¹³ Cable/Rotary C	¹⁴ Lease Type Code P	¹⁵ Ground Level Elevation 7347 KB
¹⁶ Multiple No	¹⁷ Proposed Depth 6000	¹⁸ Formation MV	¹⁹ Contractor	²⁰ Spud Date

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
No change - This is a plug back. See attached C-105					

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

This existing completion (West Lindrith Gallup-Dakota) will be squeeze cemented below a cement retainer. The Mesaverde will be selectively perforated, tested and fractured if warranted. See attached procedures.

²³ I hereby certify that the information given above is true and complete to the best of my knowledge and belief.

Signature:

Anna M. Greigo

Printed name:

Anna M. Greigo

Title:

Expl. & Prod. Administrator

Date:

July 22, 1996

Phone:

505-982-1935X113

OIL CONSERVATION DIVISION

Approved by:

Title:

Approval Date:

Expiration Date:

Conditions of Approval:

Attached ☐

District I
PO Box 1900, Hobbs, NM 88241-1900
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 10, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-039-24117		Pool Code	Pool Name Blanco Mesaverde
Property Code 6661	Property Name FD		Well Number 001
OGRID No. 22044	Operator Name McElvain Oil & Gas Properties, Inc.		Elevation 7347' KB

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot (dn)	Feet from the	North/South line	Feet from the	East/West line	County
H	1	25N	3W		2840	North	950	East	Rio Arriba

¹¹ Bottom Hole Location If Different From Surface

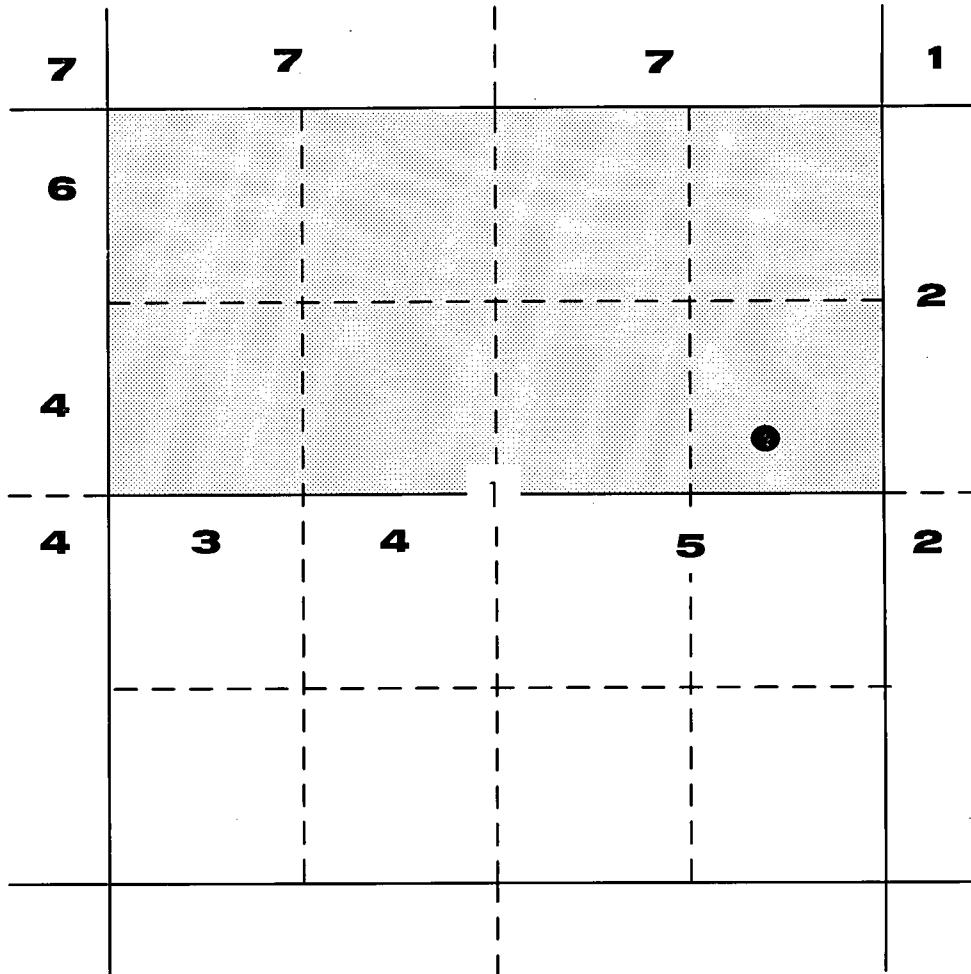
UL or lot no.	Section	Township	Range	Lot (dn)	Feet from the	North/South line	Feet from the	East/West line	County

¹² Dedicate - 1 Acres 391.92	¹³ Joint or Infill N	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

16							17 OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i> <u>Anna M. Griego</u> Signature <u>Anna M. Griego</u> Printed Name <u>Expl. & Prod. Administrator</u> Title <u>July 22, 1996</u> Date
							18 SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i> Date of Survey Signature and Seal of Professional Surveyer: Certificate Number

FD No. 1
Offset Operator/Owner Plat
Blanco Mesaverde Pool
Section 1, Township 25 North, Range 3 West
Rio Arriba County, New Mexico



- 1 ROBERT L. BAYLESS
- 2 NM&O OPERATING COMPANY
- 3 JAMES N. & DONNA P. VOLKMAN
- 4 FOUR STAR OIL & GAS COMPANY
- 5 MERIDIAN OIL, INC.
- 6 MINEL, INC.
- 7 MW PETROLEUM

FD #1 - Offset Owners
Rio Arriba County, NM

All 31-26N-2W: Robert L. Bayless, P.O. Box 168, Farmington, NM 87499

All 6-25N-2W: NM&O Operating Company, 6 E. 5th Street, Suite 200, Tulsa, OK 74103

E/2SE 1-25N-3W: James N. Volkman & Donna P. Volkman, his wife, Rt. 5, Box 83,
Albuquerque, NM 87123

W/2SE 1-25N-3W: Four Star Oil & Gas Company, 111 Bagby, Houston, TX 77002

SW 1-25N-3W: Meridian Oil Inc., P.O. Box 4289, Farmington, NM 87499

N/2NE & S/2SE 2-25N-3W: Minel, Inc., 309 Washington SE, Albuquerque, NM 87108

S/2NE & N/2SE 2-25N-3W: Four Star Oil & Gas Company, 111 Bagby, Houston, TX 77002

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INQUIRE LAND BY SECTION

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PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

PF05
PF11

PF06
PF12

97.95

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196.00
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391.92

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

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OGOMES -EMD4
PAGE NO: 2

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M 40.00 Federal owned A	N 40.00 Federal owned	O 40.00 Federal owned	P 40.00 Federal owned

PF01 HELP
PF07 BKWD

PF02
PF08 FWD

PF03 EXIT
PF09 PRINT

PF04 GoTo
PF10 SDIV

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