

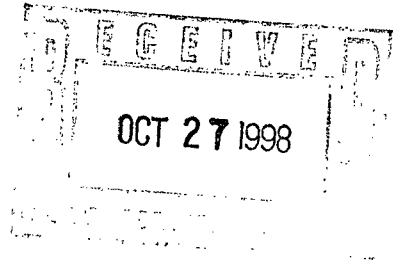
NSL 11/17/98

PROPERTY MANAGEMENT & CONSULTING, INC.

P. O. BOX 2596
FARMINGTON, NEW MEXICO 87499-2596
(505) 325-5220

October 16, 1998

New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505



Re: Application for Administrative Approval
Unorthodox Well Location
McElvain Oil & Gas Properties Inc.
Elk Com No. 34 - 11
Blanco Mesa Verde
SW / 4, Section 34, T26N, R2W
Rio Arriba Co., New Mexico

Gentlemen:

McElvain Oil & Gas Properties Inc. requests administrative approval of this non standard footage location pursuant to Rule 104.F(2). This request is for a topographic exception. The location was set on a small bench to avoid two converging drainages and as close as possible to existing underground utilities. As required by Rule 104.F(3), attached is:

1. A C - 102 showing the well location and the proposed spacing unit;
2. A plat showing the adjoining spacing units and operator;
3. A cut & fill section for the proposed location showing the existing drainages and utilities; and
4. A list of the operators of the offsetting Mesa Verde spacing units and their addresses or in the event the offset acreage is not spaced for Mesa Verde the offsetting lease owners are listed.

In accordance with Rule 104.F(4) and Rule 1207(A)(5), a complete copy of this application was sent by certified mail - return receipt, on the same date as this application, to the operators on the attached list. A copy of the cover letter to the operators is attached.

Sincerely,

R. E. Fielder

Agent for

McElvain Oil & Gas Properties

mvp.

xc: New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87410

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-102
Revised February 21, 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

¹ API Number		² Pool Code 72319	³ Pool Name Blanco Mesa Verde
⁴ Property Code 6660	⁵ Property Name ELK COM		⁶ Well Number 34-11
⁷ DGRID No. 22044	⁸ Operator Name McELVAIN OIL & GAS PROPERTIES		⁹ Elevation 7547'

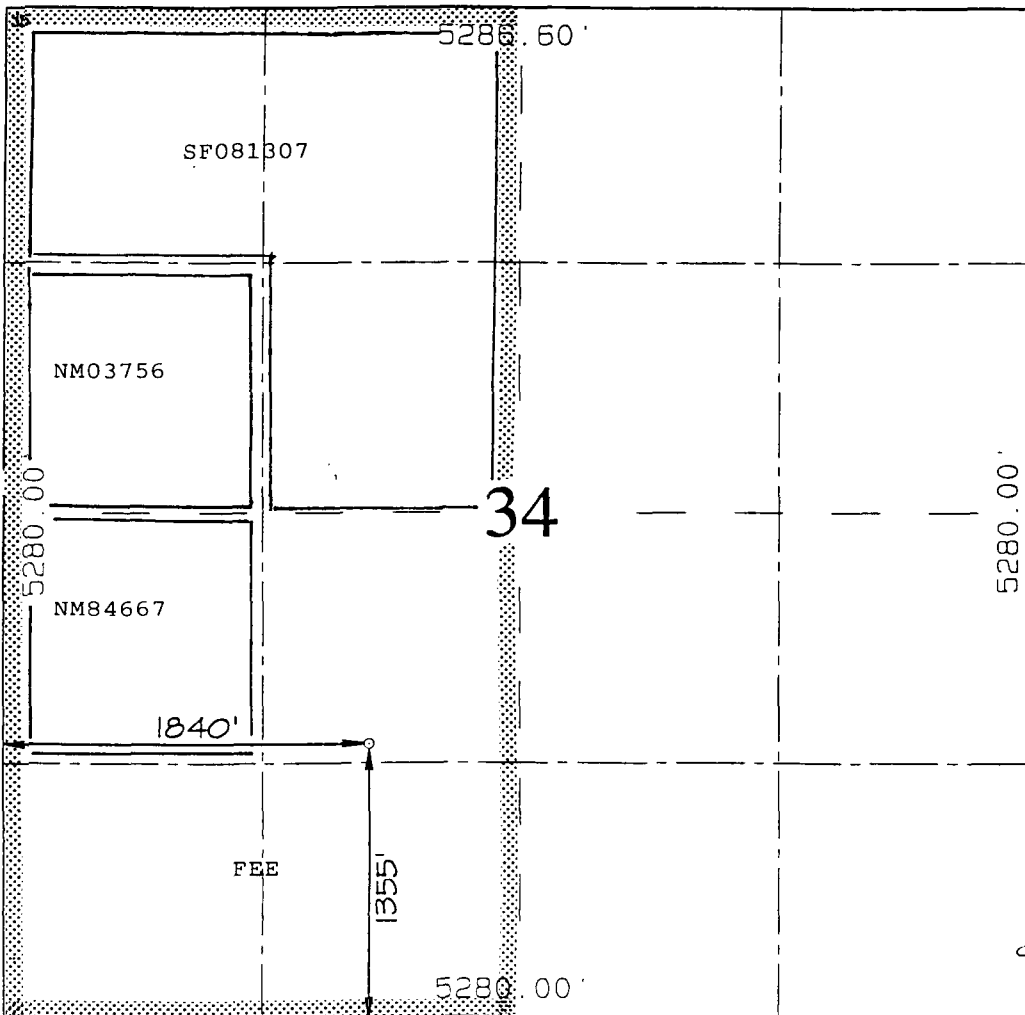
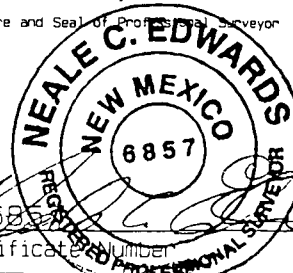
¹⁰ Surface Location

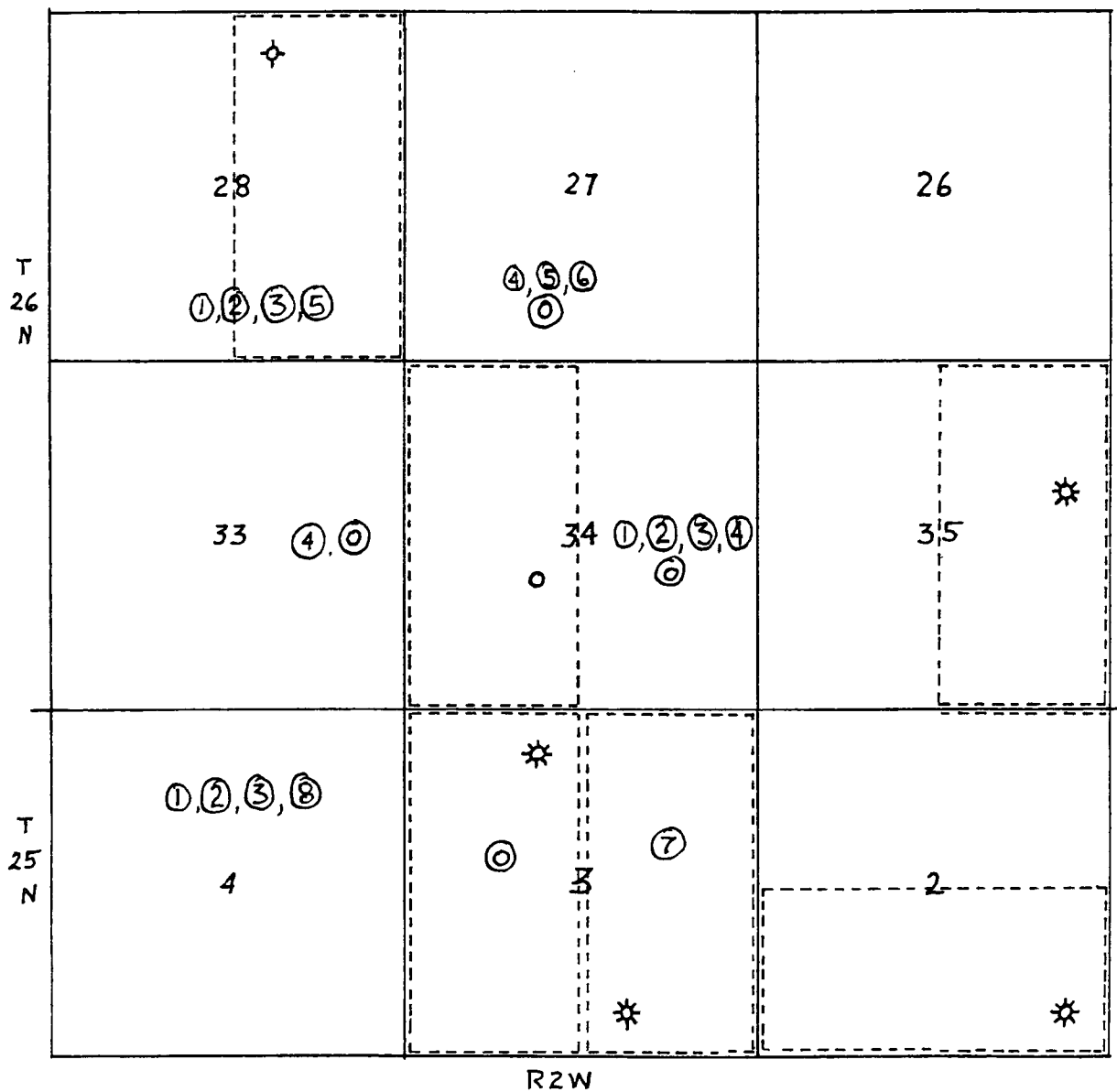
UL or lot no. K	Section 34	Township 26N	Range 2W	Lot Idn	Feet from the 1355	North/South line SOUTH	Feet from the 1840	East/West line WEST	County RIO ARriba
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¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres 320.00		¹³ Joint or Infill Y		¹⁴ Consolidation Code C		¹⁵ Order No.			

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

		<h4>¹⁷ OPERATOR CERTIFICATION</h4> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature R. E. Fielder</p> <p>Printed Name Agent</p> <p>Title October 13, 1998</p> <p>Date</p>
		<h4>¹⁸ SURVEYOR CERTIFICATION</h4> <p>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.</p> <p>JULY 10, 1998</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p> <p></p> <p>Certificate Number 6857</p>



McElvain Oil & Gas Properties Inc.

Offset Mesa Verde Operators
or
Leaseholders Plat

① = Operator on Address list

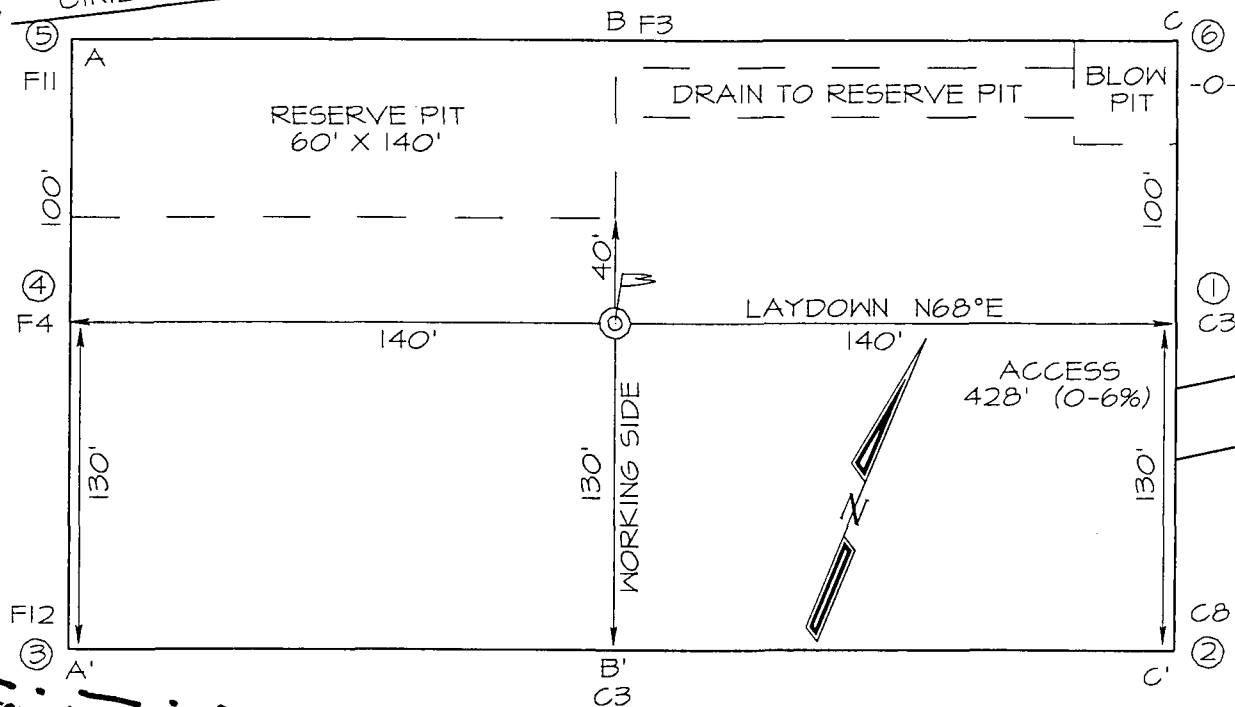
⊙ = McElvain

List of Offset Operators
McElvain Oil & Gas Properties Inc.
Elk Com No. 34-11
Unorthodox Well Location Application

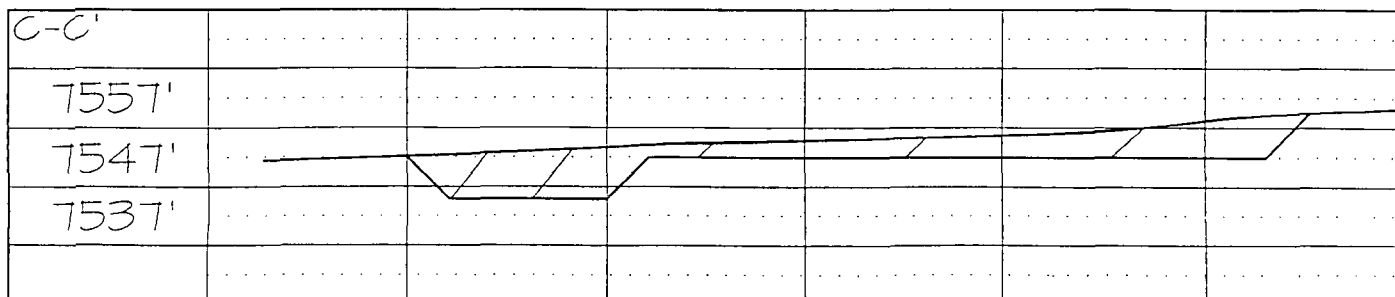
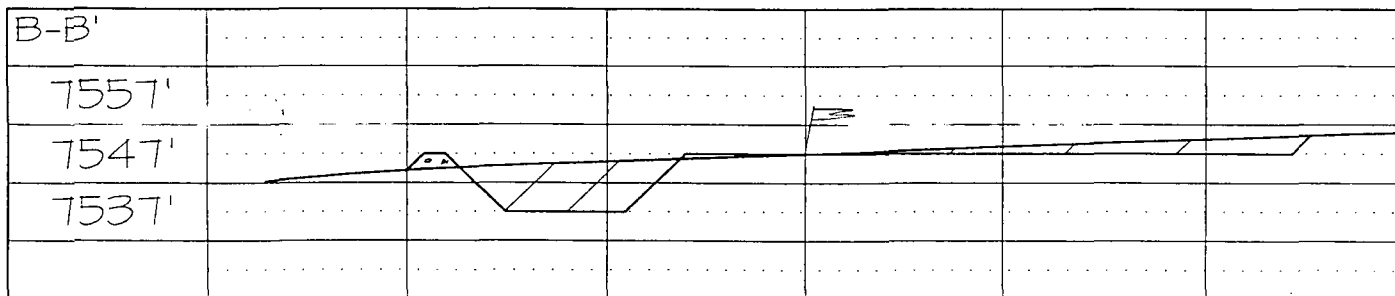
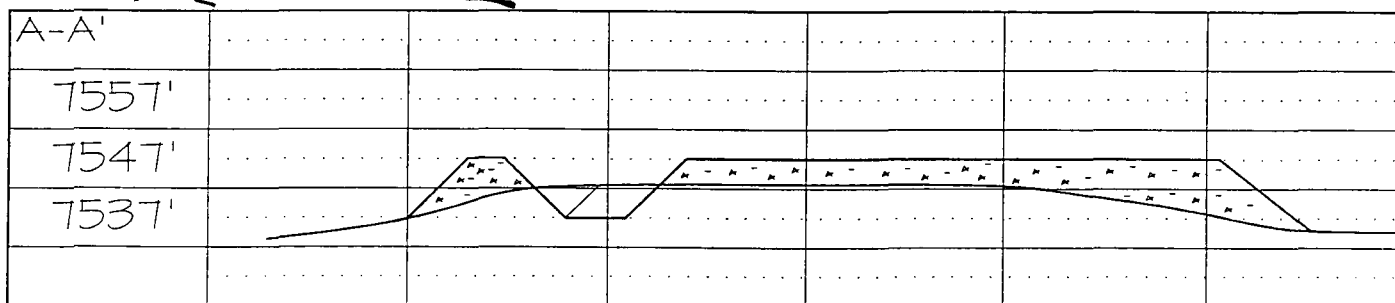
1. Mesa Grande Resources, Inc.
1200 Philtower Bldg.
Tulsa, OK 74103
2. NM & O Operating Co.
6 East 5th Street, Suite 200
Tulsa, OK 74103
3. Dugan Production Corp.
P. O. Box 420
Farmington, NM 87499
4. MW Petroleum Corporation
2000 Post Oak Blvd., Suite 100
Houston, TX 77056-4400
5. Benson - Montin - Greer Drilling Corp.
4900 College Blvd.
Farmington, NM 87402
6. Floyd Oil Co. and Cheyenne Partners V, Ltd.
711 Louisiana, Suite 1740
South Pennzoil Tower
Houston, TX 77002
7. Mallon Oil Co.
999 18th Street, Suite 1700
Denver, CO 80202
8. Western Oil & Minerals
Box 1228
Farmington, NM 87499

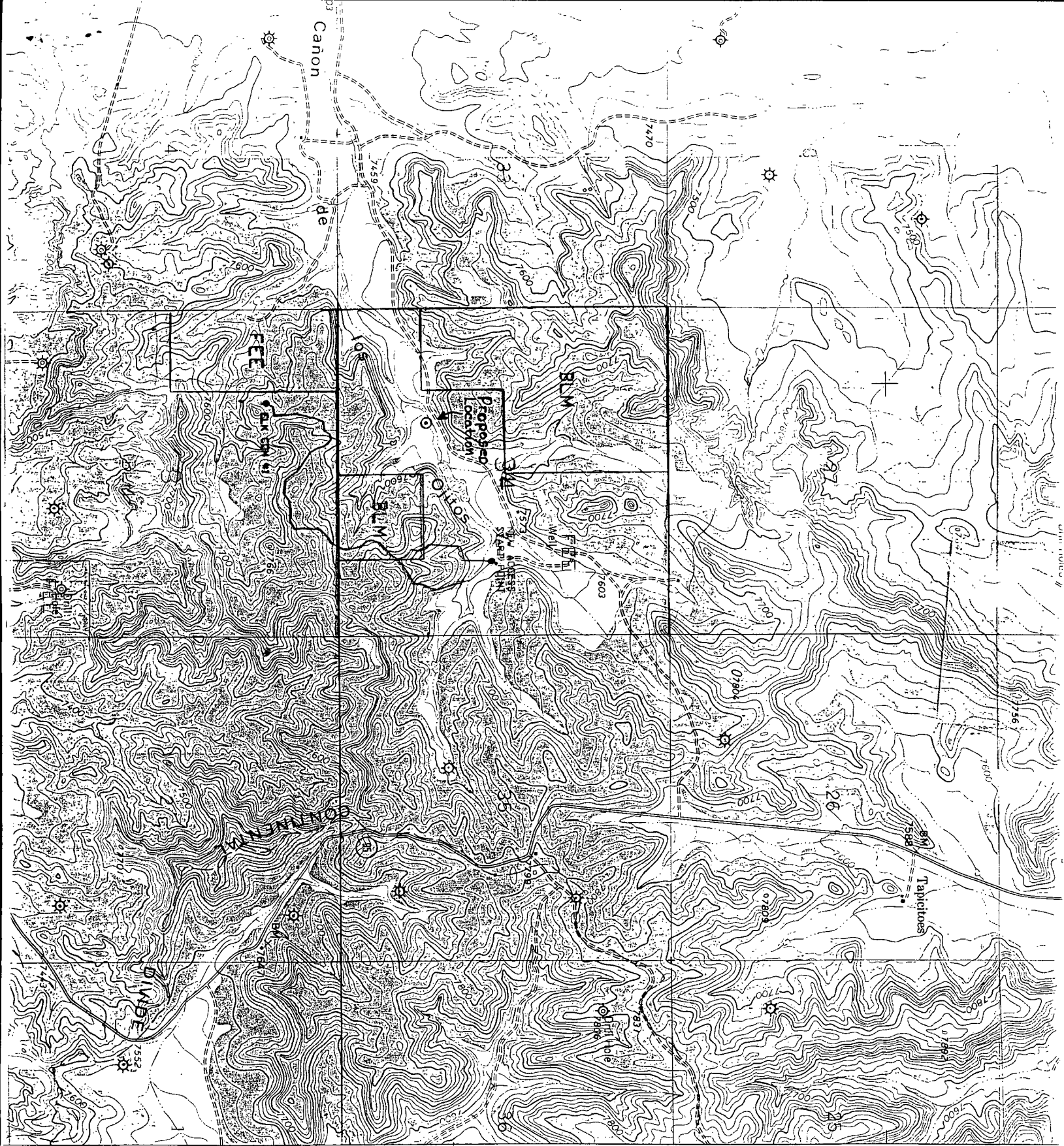
Arroyo #1

CINIZA P/L



Arroyo #2





4037
27°30'
4036
4035
T. 26 N.
4656 IV
LLAVES 1:62500
T. 25 N.
4033

CMD :
OG5SECT

ONGARD
INQUIRE LAND BY SECTION

10/27/98 19:12:54
OGOIV -EMDZ
PAGE NO: 1

Sec : 34 Twp : 26N Rng : 02W Section Type : NORMAL

D 40.00 Federal owned	C 40.00 Federal owned	B 40.00 Federal owned	A 40.00 Federal owned
E 40.00 Federal owned	F 40.00 Federal owned	G 40.00 Federal owned	H 40.00 Federal owned

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07 BKWD	PF08 FWD	PF09 PRINT	PF10 SDIV	PF11	PF12

CMD :
OG5SECT

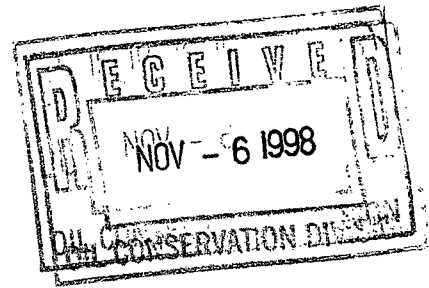
ONGARD
INQUIRE LAND BY SECTION

10/27/98 19:13:02
OGOIV -EMDZ
PAGE NO: 2

Sec : 34 Twp : 26N Rng : 02W Section Type : NORMAL

L 40.00 Federal owned	K 40.00 Federal owned	J 40.00 Federal owned	I 40.00 Federal owned
M 40.00 Federal owned	N 40.00 Federal owned	O 40.00 Federal owned	P 40.00 Federal owned

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07 BKWD	PF08 FWD	PF09 PRINT	PF10 SDIV	PF11	PF12



Oil Conservation Division
Box 2088
Santa Fe, NM 87504 - 2088

Attn: Ms Lori Wrotenbery

Re: Application For Administrative Approval
Unorthodox Well Location
Elk Com No. 34-11
Blanco Mesa Verde
SW / 4, Section 34, T26N, R2W
Rio Arriba Co., New Mexico

We have no objection to the above referenced unorthodox well location.

COMPANY: DUGAN Production Corp.
BY: John Alexander
TITLE: Vice President
DATE: 11/4/98

Mc Elvain

Oct. 16, 1998

DEC - 1 1998

Oil Conservation Division
Box 2088
Santa Fe, NM 87504 - 2088

Attn: Ms Lori Wrotenbery

Re: Application For Administrative Approval
Unorthodox Well Location
Elk Com No. 34-11
Blanco Mesa Verde
SW 1/4, Section 34, T26N, R2W
Rio Arriba Co., New Mexico

We have no objection to the above referenced unorthodox well location.

COMPANY: BENSON-MONTANA-CRUIER

BY: W. C. McElvain

TITLE: per

DATE: 11-13-98

NSL-4162

NOV 23 1998

Oil Conservation Division

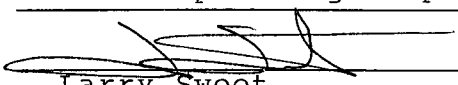
Box 2088

Santa Fe, NM 87504-2088

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Re: Application For Administrative Approval
Unorthodox Well Location
Elk Com No. 34-11
Blanco Mesa Verde
SW / 4, Section 34, T26N, R2W
Rio Arriba Co., New Mexico

We have no objection to the above referenced unorthodox well location.

COMPANY: NM&O Operating Company
BY: 
TITLE: Larry Sweet
President
DATE: October 30, 1998

NSL-4162

FLOYD OIL COMPANY

November 6, 1998

New Mexico Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

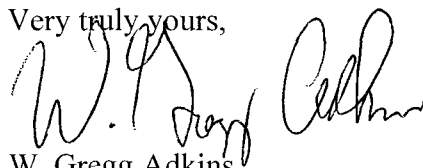
NOV - 9 1998

Re: Application for Administrative Approval
Unorthodox Well Location
McElvain Oil & Gas Properties, Inc.
Elk Com No. 34-11
Rio Arriba County, New Mexico

Gentlemen:

Enclosed on behalf of Floyd Oil Company and Cheyenne Partners V, Ltd. is an executed waiver letter indicating that we have no objection to McElvain's proposed unorthodox location.

Very truly yours,



W. Gregg Adkins
Vice President - Land

WGA:fw
Enclosure

Oil Conservation Division
Box 2088
Santa Fe, NM 87504 - 2088

Attn: Ms Lori Wrotenbery

Re: Application For Administrative Approval
Unorthodox Well Location
Elk Com No. 34-11
Blanco Mesa Verde
SW / 4, Section 34, T26N, R2W
Rio Arriba Co., New Mexico

We have no objection to the above referenced unorthodox well location.

COMPANY: FLOYD OIL COMPANY & CHEYENNE PARTNERS V, LTD.
BY: W. Doug Calkins
TITLE: VICE PRESIDENT - LAND
DATE: 11/6/98