

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
Budget Bureau No. 1004-0135

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT" for such proposals.

SUBMIT IN TRIPLICATE

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator McElvain Oil and Gas Properties, Inc.  
1050 17th Street, Suite 1800, Denver Colo. 80265

3. Address and Telephone No.  
303-893-0933

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
990 FSL & 1850 FEL  
Unit Letter "O" Sec. 2, T24N, R2W

5. Lease Designation and Serial No.

NM 23032

6. If Indian, Allottee or Tribe Name

7. If unit or CA, Agreement Designation

8. Well Name and No.

New Horizon #1

9. API Well No.

30-039-23630

10. Field and Pool, or Exploratory Area

Blanco Mesaverde

11. County or Parish, State

Rio Arriba, NM

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

☐ Notice of Intent  
☒ Subsequent Report  
☐ Final Abandonment Notice

☐ Abandonment  
☐ Recompletion  
☐ Plugging Back  
☐ Casing Repair  
☐ Altering Casing  
☒ Other First Delivery

☐ Change of Plans  
☐ New Construction  
☐ Non-Routine Fracturing  
☐ Water Shut-Off  
☐ Conversion to Injection  
☐ Dispose Water

(Note: Report results of multiple completion on well  
Completion or Recompletion Report and Log form.)

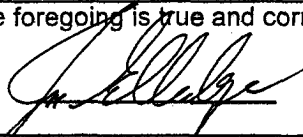
13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)

Date: 2-18-2004  
Time: 11:00 AM  
Meter #: 98-994-01  
Meter Type: Watts  
Range: 0-150"  
Spring: 0-500 #  
Meter Tube: 3"  
Orifice: 1.500  
SITP-: 1475#  
SICP-: 1850#

Oil tank: 300 bbl.-No not assigned  
Water: 300 bbl.  
Separator: 3 phase-250,000 BTU

14. I hereby certify that the foregoing is true and correct

Signed



Title Production Foreman

Date 2-21-2004

(This space for Federal or State office use)

Approved by: /s/ David R. Sitzler  
Conditions of approval, if any:

Division of Multi-Resources  
Title \_\_\_\_\_ Date APR 8 2004

RECEIVED  
BLM

04 FEB 24 AM 9: 39

Site Security Plan  
for  
McElvain Oil and Gas Properties, Inc.

010 ALBUQUERQUE, N.M.

This plan is to be maintained at at McElvain's office in Denver, Colorado. The address is 1050 17<sup>th</sup> Street, Suite 1800, Denver Colorado, 80265. The telephone number is 303-893-0933. A copy of this plan is also at 2346 East 20<sup>th</sup> Street at the office of Joe Elledge. That phone number is 505-327-9267.

#### INITIAL INSPECTION PROGRAM

An initial inspection has been made of these facilities to insure that all the provisions have been adhered to.

#### SELF INSPECTION PROGRAM

Monthly inspections will be performed and a record of any problems found will be maintained and corrected. The inspection will consist of verifying tank gauges, inspection of tank seals, a check of the gas meter and an inspection of the production equipment for safe and proper operation.

#### SEALS AND RUN TICKETS

The pumper will keep a record of seals removed and installed and the reason for such action on the current monthly gauge and book report. These records will be retained for a period of six years at the main office.

The transporter/purchaser shall complete a run ticket prior to removing any oil from the lease. The run ticket shall include the name of the seller, the well name, the lease number, the location of the tank (quarter/quarter section, section, township, and range), the date, tank number, tank capacity, opening and closing gauges with temperature, number of seal removed, number of seal installed, observed gravity, BS&W, signature of gauger and the pumper.

#### THEFT/MISHANDLING OF OIL

Incidents of theft or mishandling of oil well be reported to the Bureau of Land Management district office on the next business day after the discovery. A written report will be filed within ten business days. The report will contain the following information: Company name, name of person making report, well name, lease number, location being reported (quarter/quarter section, section, township, range), estimated volumes involved, description of what happened, the individual who discovered the incident, the date and time of discovery, and local law enforcement agencies that were notified.

#### WELL IDENTIFICATION

The well site will be clearly identified with a sign that contains the operator, lease number, section, township, range, county, state and the well name and number.

#### OIL STORAGE FACILITIES

All storage facilities will be clearly identified with the assigned tank number, and all vacuum and pressure seals will be in place.

Accumulation of oil will be sold in a timely manner.

#### SITE FACILITY DIAGRAM

A current site facility diagram has been filed with the Bureau of Land Management in Albuquerque, New Mexico.

All new facilities will have a site security plan submitted within thirty days of final construction.

#### WELL AND LEASES SUBJECT TO THIS PLAN

See table #1

TABLE #1

Company	Well	Location	Lease	County
McElvain Oil and Gas	New Horizon #1 API # 30-039-23630	O-2-24N-2W	NM-23032	Rio Arriba

