

Submit 1 Copy To Appropriate District  
Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
Revised August 1, 2011

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-039-30580
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 37465
7. Lease Name or Unit Agreement Name Lybrook
8. Well Number 3
9. OGRID Number 22044
10. Pool name or Wildcat Lybrook Gallup

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A  
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH  
PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator  
McElvain Oil & Gas Properties, Inc.

3. Address of Operator  
1050 17<sup>TH</sup> St, Suite 2500, Denver, CO 80265

4. Well Location  
Unit Letter I : 2020 feet from the South line and 890 feet from the East line  
Section 36 Township 24N Range 7W NMPM County Rio Arriba

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
6735' GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☒ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

8/1/2011 Loc was "One-Called" by Consolidated Constructors.

8/3/2011 Pit C-144 verbal approval by Brandon Powell.

8/4/2011 Brandon Powell OCD gave verbal approval to start construction.

8/8/2011 Location completed.

8/9/2011 4" LP flow line (Questar) near surface was shielded inside 5" csg & covered. K Sanchez(Questar) notified.

8/10/2011 OCD called - informed of spud - 10:57 AM.

8/11/2011 Rig moved to Location

8/12/2011 Spud well @ 19:00. Drilled 12 1/2" hole to 271'.

8/13/2011 Continued drilling from 271' to 525'. Run 12 Jts New 9 5/8" 36# J-55, Set @ 524' KB.

Cement w/240 sxs Type III Cmt w 677 # CACL2 and 60 3 Cello-Flake, 14.6 ppg, 1.40 y-Total Slurry 59 bbls.

Circulated 24 bbls cmt to surface. Pressure test BOPE, 250 psi Low- 15 minutes and 1500 psi High- 15 minutes.

Tested csg to 1000 psi - 30 minutes. ✓

RCUD NOV 10 '11  
OIL CONS. DIV.

DIST. 3

Spud Date:

8/12/2011

Rig Release Date:

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

SIGNATURE Deborah K Powell TITLE Eng Tech Manager DATE 8/15/2011

Type or print name Deborah K Powell E-mail address: DebbyP@McElvain.com PHONE: 303-893-0933

For State Use Only

APPROVED BY: Deborah K Powell TITLE Deputy Oil & Gas Inspector, DATE 12-8-11

Conditions of Approval (if any):

A.