

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Minerals and Natural Resources

Form C-103
Revised March 25, 1999

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

WELL API NO. 30-039-26668
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name: Cougar Com 4

8. Well No. #2A

9. Pool name or Wildcat 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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other
--

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

3. Address of Operator 1050 17 th Street, Suite 1800, Denver, CO 80265
--

4. Well Location

Unit Letter M : 935 feet from the South line and 835 feet from the West line

Section 4 Township 25N Range 2W NMPM Rio Arriba County

10. Elevation (Show whether DR, RKB, RT, GR, etc.) 7496' GL
--

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: Testing Gallup Zone <input checked="" type="checkbox"/>

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work).

McElvain Oil & Gas Properties, Inc. perforated the following to test the Gallup formation. Ran bond logs and found cement top @ 8040' on lower cement stage. Set CIBP @ 8100' and capped w/35' cement. Perforated squeeze holes at 7595' and 7113'. Set retainer between squeeze holes at 7541'. Squeezed with 191sx 50/50 Class B POZ. Drilled out retainer cement to 7530'. Ran CBL & found cement top @ 7110'. Resqueezed perfs @ 7113' with 50sx Class H. Cleaned out to 7530' & tested to 2000 psig. Ran CBL & found cement @ 7079'. Selectively perforated Gallup 7233'-7454' w/17 shots 0.32" holes. Acidize w/1500 gallons 7 1/2% HCl. Perforated pressure tests & found Gallup to be depleted. The Gallup will be abandoned with a CIBP @ 7095'. After a pressure test the Mesaverde will be completed.

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

SIGNATURE John D. Steuble TITLE Engineering Manager DATE 12.12.01

Type or print name John D. Steuble Telephone No. (303) 893-0933

(This space for State use)
ORIGINAL SIGNED BY CHARLIE T. PERRIN DEPUTY OIL & GAS INSPECTOR, DIST. 4

APPROVED BY _____ TITLE _____ DATE DEC 14 2001

Conditions of approval, if any: