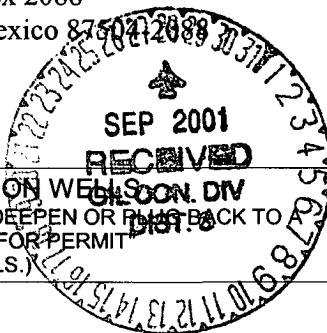


DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088



| |
|---|
| WELL API NO. 30-039-26393 |
| 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 Bear Com 23 |
| 8. Well No. 1 |
| 9. Pool name or Wildcat Gavilan Mancos |
| 10. Elevation (Show whether DF,RKB,RT,GR,etc.) 7496' GL |

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO 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 17th Street, Suite 1800, Denver, CO 80265 |

| |
|--|
| 4. Well Location Unit Letter <u>D</u> : <u>1100</u> Feet From The <u>North</u> Line and <u>1100</u> Feet From The <u>West</u> Line Section <u>23</u> Township <u>26N</u> Range <u>2W</u> NMPM <u>Rio Arriba County</u> |
|--|

| | |
|---|---|
| 11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data | |
| NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> OTHER: <input type="checkbox"/> | SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: Abandonment of zones <input checked="" type="checkbox"/> |

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

The following procedure was performed to permanently abandon the Gallup zone:

Run CIBP set @ 8223', capped w/35' of cmt. CIBP set @ 8056', capped w/35' of cmt. CIBP set @ 7093', capped w/35' of cmt. CIBP set @ 6174', capped w/35' of cmt.

All zones below and including the Gavilan Mancos have been permanently abandoned.

| | | |
|--|----------------------------------|-------------------------------------|
| I hereby certify that the information above is true and complete to the best of my knowledge and belief. | | |
| SIGNATURE <u>John D. Steuble</u> | TITLE <u>Engineering Manager</u> | DATE <u>9/25/01</u> |
| TYPE OR PRINT NAME <u>John D. Steuble</u> | | TELEPHONE NO. <u>(303) 893-0933</u> |
| (This space for State Use) | | |
| APPROVED BY _____ | TITLE _____ | DATE _____ |
| CONDITIONS OF APPROVAL, IF ANY: | | |