

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

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

JUN 19 2008

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

**Bureau of Land Management
Farmington Field Office**

3a Address
1050 17th St, Suite 1800, Denver, CO 80265

3b Phone No (include area code)
303-893-0933

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)
1825' FSL & 1520' FWL K Sec 19 T30N R13W NMPM

5 Lease Serial No

NMSF -078977

6 If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No

Dewey #2

9 API Well No

30-045-32462

10 Field and Pool, or Exploratory Area

Fruitland Coal

11 County or Parish, State

San Juan, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other <u>Completion</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13 Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

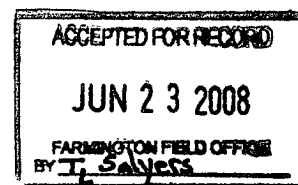
5/20/2008 **MIRU**

5/21/2008 Pressure test csg @ 3000 psi for 30 minutes. Held. Perf 1- 1404' to 1414' w/ 4 jspf, 0.43", 44 shots. Pressure test lines to 5000 psi. Acidized w/ 750 gal 15% HCL.

5/22/2008 Frac 1- w/ 2,029.9 bbls Aqua Safe X20, 161 sxs 20/40 sand, 749 sxs 16/30 sand. Perf 2- 1326'-1322', 1300'-1298' & 1280'-1278', w/ 4 jspf, 0.43", 44 shots. Acidized w 500 gal 15% HCL. Pressure test lines @ 3000 psi. Frac 2 -w/ 1041 bbls Aqua Safe X20, w97.6 sx 20/40 sand, 244.8 sx 16/30 sand & 114.4 sx of SLC. Tagged all sand w/ 1 isotope.

5/23/2008 Ran CCL/CBL from PBTD 1540' TO 1100'. Ran new 44 jts 2 7/8" J-55 6.5# tubing Set @ 1482.67, SN @ 1,448.77'.

6/03/2008 Rod up well. Pressure tested tubing to 500 psi. Held. RDMO @ 16:00.



14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Deborah Powell

Title **Engineering Tech Supervisor**

Signature

Deborah Powell

Date

06/18/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Date

Office

Title 18 USC Section 1001 and Title 43 USC Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

NMOCD

RCVD JUN 24 '08
OIL CONS. DIV.
DIST. 3