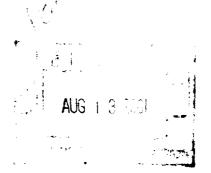
P. O. BOX 2596

FARMINGTON, NEW MEXICO 87499-2596

(505) 325-5220



New Mexico Oil Conservation Division 2040 Pacheco St. Sante Fe, New Mexico 87505

Attention: Mr. D. Catanach

Re: Application for authorization to inject – Wildfire SWD #1 (30-039-24073)

Dear Mr. Catanach:

Enclosed is an application from McElvain Oil and Gas Properties, Inc for administrative approval to inject into the Wildfire SWD. The application and information is arranged in the order specified by form C-108.

If you have any questions or concerns regarding the application, please feel free to contact me at 505-325-5220. Your consideration of this application is greatly appreciated.

Sincerely,

Charles Neeley
PE

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

FORM C-108 Revised 4-1-98

APPLICATION FOR AUTHORIZATION TO INJECT

1.	PURPOSE: Secondary Recovery Pressure Maintenance X Disposal Storage Application qualifies for administrative approval? Yes No
II.	OPERATOR: McElvain Oil and Gas Properties
	ADDRESS: 1050 17th Street, Suite 1800, Denver Colorado 80265
	CONTACT PARTY: John Steuble PHONE: 303-893-0933 Ext 302
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary. See Appendix A
IV.	Is this an expansion of an existing project? Yes X No If yes, give the Division order number authorizing the project:
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review. See Appendix B
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail. See Supplemental Data
VII.	Attach data on the proposed operation, including: See Supplemental Data
	 Proposed average and maximum daily rate and volume of fluids to be injected: Whether the system is open or closed; Proposed average and maximum injection pressure; Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and, If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).
*VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval. See Supplemental Data
IX.	Describe the proposed stimulation program, if any. See Supplemental Data
* X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted)
*XI.	See Supplemental Data Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken. See Appendix C
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water. See Supplemental Data
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.
	NAME: Charles Neeley TITLE: Agent
	NAME: Charles Neeley TITLE: Agent SIGNATURE: DATE: 6-26-01
*	If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:

APPLICATION FOR AUTHORIZATION TO INJECT FORM C-108 SUPPLEMENTAL DATA

WILDFIRE SWD WELL

900' FSL & 1650' FWL SEC 26, T26N, R2W RIO ARRIBA COUNTY, NEW MEXICO

I. Purpose to inject: Produced water disposal.

II. Operator: McElvain Oil & Gas Properties, Inc

1050 17th Street

Suite 1800

Denver, Colorado 80265

Contact person: John Steuble 303-893-0933 ext 302

- III. Well data sheet is attached in Appendix A.
- IV. This is not an expansion of an existing project.
- V. See attached map that identifies all wells and leases within two miles of the proposed SWD showing the well's area of review. See Appendix B.
- VI. There are no wells within the area of review that penetrate the proposed Morrison Injection Zone. There are, also, no known plugged wells within the area of review.
- VII. Data on proposed injection operations are as follows:
 - 1. Average Injection Rate 200 bwpd Maximum Injection Rate – 2000 bwpd
 - 2. Closed system. Water would be trucked or piped into tanks on location.
 - 3. Average injection pressure 1900 psi. Maximum injection pressure 2000 psi.
 - 4. Produced Mesa Verde and Dakota water with TDS of 5,600 to 38,000 will be injected into the Morrison zone in the Wildfire SWD well. A representative analysis of the Mesa Verde water and Dakota water that is to be disposed are enclosed in Appendix D.

- 5. Chemical analysis of the water in the Morrison zone will be submitted after deepening the well from its current TD of 8600' to 9338'.
- VIII. Geologic and Lithologic data on the injection zone.
 - 1. The proposed zone of injection is in the Morrison Formation. The Morrison Formation is estimated to be from 8580' to 9338'. The Wildfire No.1 was originally drilled for a Basin Dakota test before it was plugged back and produced out of the Gavilan Mancos; later is was to be P&A. Please note that pipe was set at 8600' in the top of the Morrison. The Wildfire SWD will be deepened in the Morrison from 8600' to 9338'.
 - 2. Lithology Morrison sand w/porosity's ranging from 8% 15%.
 - 3. Other than the aquifers that are contained in the surface alluvium there are no known drinking water aquifers in the area of review. Domestic wells into the alluvium within a one mile radius vary in depth from 160' to 300'.
- IX. No stimulation procedures have been planned. At the time of completion, a step rate test will be performed to determine if the desired injection rates and pressures can be achieved without the need for stimulation.
- X. Open hole logs that cover the well down to the Morrison Formation have been previously submitted to the NMOCD when the well was originally drilled. Once the well is deepened to the proposed depth, additional logs covering the Morrison Formation will be submitted.
- XI. Attached in the appendix are two samples of fresh water taken from water wells within a one mile radius of the proposed SWD well. The test information gives the location of the wells and dates water samples were taken. See Appendix C.
- XII. At the present time, geologic studies of the area do not indicate fault communication between the proposed injection zone and any underground potential sources of drinking water.
- XIII. Proof of notice is attached. See Appendix E.
- XIV. Certification is signed.

MCELVAIN OIL & GAS PROPERTIES, INC WILDFIRE SWD

APPLICATION FOR AUTHORIZATION TO INJECT

LIST OF APPENDIXES

INJECTION WELL DATA	APPENDIX A
OFFSET WELLS, LEASES & AREA OF REVIEW	APPENDIX B
WATER WELL CHEMICAL ANALYSIS	APPENDIX C
PRODUCED WATER ANALYSIS	APPENDIX D
PROOF OF NOTIFICATION	APPENDIX E

CONTENTS

Appendix	A	1
Appendix	: B	2
Appendix	: C	3
		1
Appendix	: D	

APPENDIX A

INJECTION WELL DATA

The following section contains the NMOCD Injection Well Data Sheets

OPERATOR: McElvain Oil & Gas Properties, Inc

WELL NAME & NUMBER: Wildfire SWD

WELL LOCATION:

FOOTAGE LOCATION 900' FSL & 1650' FWL

UNIT LETTER

26N SECTION

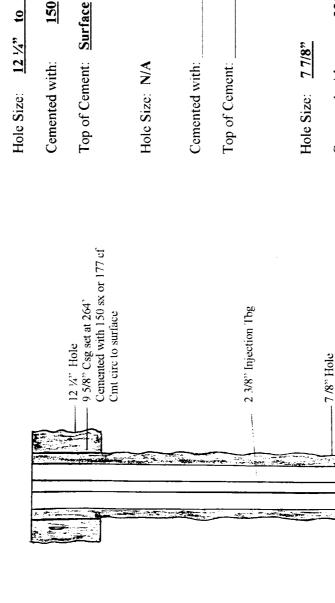
TOWNSHIP

WELL CONSTRUCTION DATA

Surface Casing

2W RANGE

WELLBORE SCHEMATIC



264, to 12 1/3"

Casing Size: 9 5/8" set at 264"

150

177 or

Ħ

SX.

Method Determined: Circulated Intermediate Casing – N/A

Hole Size: N/A

Casing Size:

o SX.

H,

Method Determined: Cemented with:

Production Casing

2215 Cemented with:

Top of Cement: Surface

Cemented in 3 stages with 1615 sx or 3534 cf plus 600 sx or 1572 cf

5 1/2" Csg set at 8600?

pumped down braden head

Lockset Packer

Morrison Top At 85807

SX.

5106 or

Casing Size: 51/2"

Ħ,

Method Determined: 1572 sx pumped down bradenhead

Total Depth: 8600'

4 %" open hole Morrison disposal zone: 8600° to 9338" TD.

Injection Interval

feet 8600

9338 To

feet

(Perforated or Open Hole; indicate which)

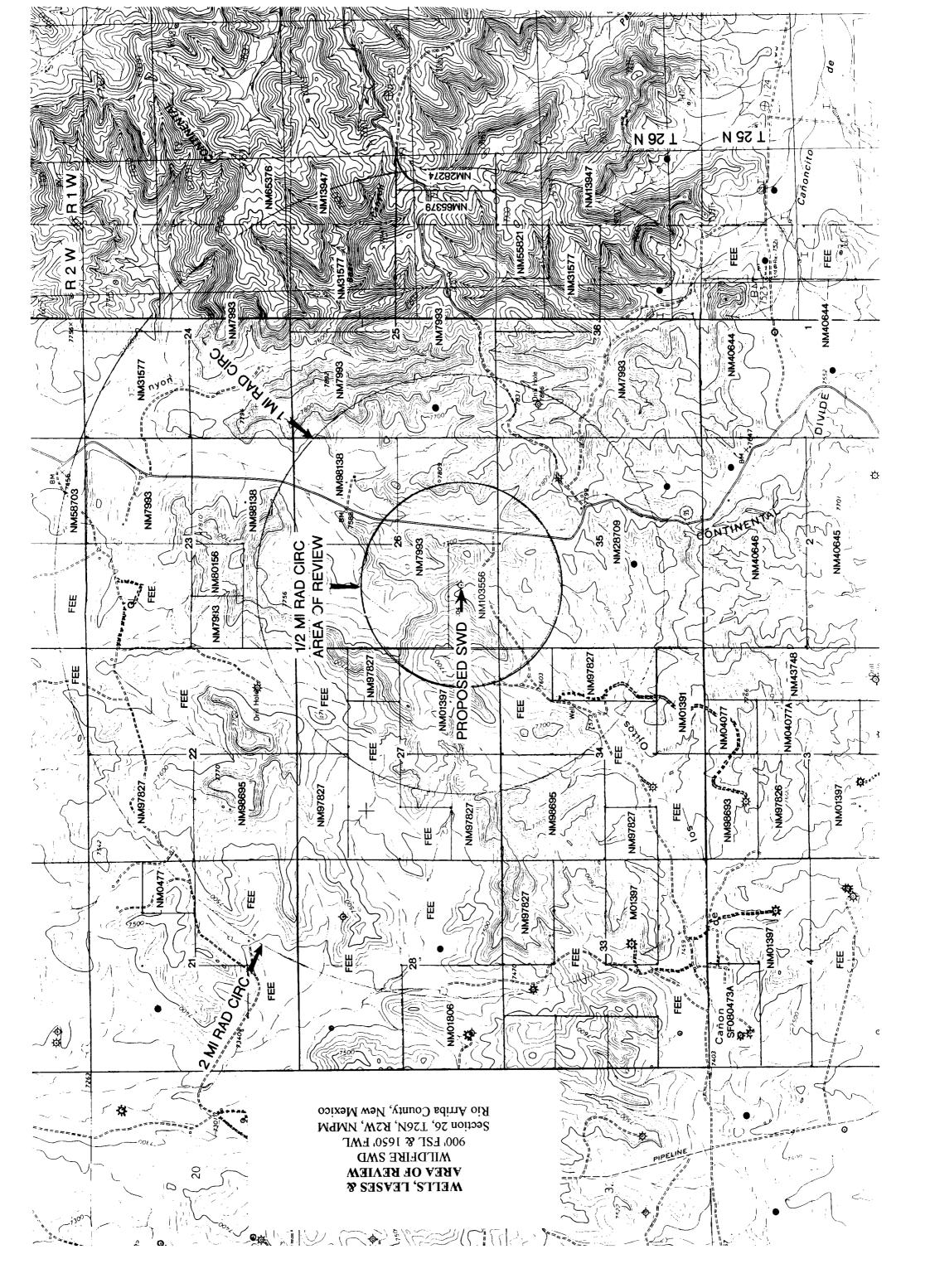
INJECTION WELL DATA SHEET

/8" Lining Material: Plastic, if any	ickset type	pth: approx 8575'	Other Type of Tubing/Casing Seal (if applicable):	Additional Data
ubing Size: 2 3/8"	ype of Packer: Lockset type	acker Setting Depth: approx 8575'	other Type of Tubing/Casing So	

- Gavilan Mancos & Basin Dakota Test. Completed in the Mancos, the well was approved P&A, 2/11/98. If no, for what purpose was the well originally drilled? This well was originally drilled as a Yes X No Is this a new well drilled for injection?
- 2. Name of the Injection Formation: Morrison
- 3. Name of Field or Pool (if applicable): N/A
- with 35 holes, 7348' 7656'. "Plug #1 (7112' 7656') Retainer set at 7263'". Press tested csg to 500 psi intervals and give plugging detail, i.e. sacks of cement or plug(s) used. The Mancos has been perforated for 15 minutes. 17 sx class B cement to cap retainer and cover perforations. Has the well ever been perforated in any other zone(s)? List all such perforated
- injection zone in this area: Overlying tops: Dakota 8315', Mancos 6330', Mesa Verde 5734', Pictured Cliffs Give the name and depths of any oil or gas zones underlying or overlying the proposed 3940' and Fruitland 3820'. Underlying tops: None known. S.

APPENDIX B

MAP – OFFSET WELLS, LEASES & AREA OF REVIEW



APPENDIX C

Water Well Chemical Analysis

The following water analysis are from two fresh water wells within a mile proximity of the proposed SWD.



OFF: (505) 325-5667 FAX: (505) 327-1496 LAB: (505) 325-1556 FAX: (505) 327-1496

Date: 25-Apr-01

ANALYTICAL REPORT

Client: Elledge, Joe Oil and Gas

Work Order:

0104014

Lab ID:

0104014-03A

Matrix: AQUEOUS

Project:

Water Well Samples

Client Sample Info: Water Well Samples

Client Sample ID: Nichols Stevenson

Collection Date: 4/11/2001 8:45:00 AM

H Sec.26, T26N, R2W Rio Arriba County, NM

Parameter	Result	PQL	Qual	Units	DF	Date Analyzed
ANIONS BY ION CHROMATOGRAPHY		E300				Analyst: HR
Chloride	27	3		mg/L	50	4/16/2001
Sulfate	36	4		mg/L	50	4/16/2001
CALCIUM, DISSOLVED		E215.1				Analyst: HR
Calcium	5.2	1.2		mg/L	5	4/14/2001
IRON, DISSOLVED		E236.1				Analyst: HR
Iron	ND	0.1		mg/L	1	4/14/2001
POTASSIUM, DISSOLVED		E258.1				Analyst: HR
Potassium	1.9	0.25		mg/L	1	4/14/2001
MAGNESIUM, DISSOLVED		E242.1				Analyst: HR
Magnesium	0.85	0.25		mg/L	1	4/14/2001
SODIUM, DISSOLVED		E273.1				Analyst: HR
Sodium	190	12		mg/L	50	4/14/2001
ALKALINITY, TOTAL		M2320 B				Analyst: HR
Alkalinity, Bicarbonate (As CaCO3)	47 0	5		mg/L CaCO3	1	4/13/2001
Alkalinity, Carbonate (As CaCO3)	32	5		mg/L CaCO3	1	4/13/2001
Alkalinity, Hydroxide	ND	5		mg/L CaCO3	1	4/13/2001
Alkalinity, Total (As CaCO3)	500	5		mg/L CaCO3	1	4/13/2001
HARDNESS, TOTAL		M2340 B				Analyst: HR
Hardness (As CaCO3)	16	1		mg/L	1	4/13/2001
PH		E150.1				Analyst: HR
рН	8.65	2		pH units	1	4/13/2001
RESISTIVITY (@ 25 DEG. C)		M2510 C				Analyst: HR
Resistivity	9.624	0.001		ohm-m	1	4/13/2001
SPECIFIC GRAVITY		M2710 F				Analyst: HR
Specific Gravity	1.000	0.001		Units	1	4/13/2001
TOTAL DISSOLVED SOLIDS		E160.1				Analyst: HR
Total Dissolved Solids (Residue, Filterable)	690	40		mg. L	1	4/13/2001
TOTAL DISSOLVED SOLIDS		CALC				Analyst: HR
Total Dissolved Solids (Calculated)	620	40		mg:L	1	4/13/2001

Qualifiers: PQL - Practical Quantitation Limit

S - Spike Recovery outside accepted recovery limits

ND - Not Detected at Practical Quantitation Limit

R - RPD outside accepted recovery limits

J - Analyte detected below Practical Quantitation Limit

E - Value above quantitation range

B - Analyte detected in the associated Method Blank

Start - Surrogate

3 01 3



OFF: (505) 325-5667 FAX: (505) 327-1496

FAX: (505) 327-1496

Date: 25-Apr-01

LAB: (505) 325-1556

ANALYTICAL REPORT

Client:

Elledge, Joe Oil and Gas

Work Order:

0104014

Lab ID:

0104014-02A

Matrix: AQUEOUS

Project: Water Well Samples

Client Sample Info: Water Well Samples
Client Sample ID: Windy Stevenson

Collection Date: 4/11/2001 8:30:00 AM

G Sec.35, T26N, R2W Rio Arriba County, NM

Parameter	Result	PQL	Qual	Units	DF	Date Analyzed
ANIONS BY ION CHROMATOGRAPHY		E300				Analyst: HR
Chloride	4.2	3		mg/L	50	4/16/2001
Sulfate	4.35	4		mg/L	50	4/16/2001
CALCIUM, DISSOLVED		E215.1				Analyst: HR
Calcium	0.94	0.25		mg/L	1	4/14/2001
IRON, DISSOLVED		E236.1				Analyst: HR
Iron	ND	0.1		mg, L	1	4/14/2001
POTASSIUM, DISSOLVED		E258.1				Analyst: HR
Potassium	0.77	0.25		mg/L	1	4/14/2001
MAGNESIUM, DISSOLVED		E242.1				Analyst: HR
Magnesium	ND	0.25		mg/L	1	4/14/2001
SODIUM, DISSOLVED		E273.1				Analyst: HR
Sodium	160	12		mg/L	50	4/14/2001
ALKALINITY, TOTAL		M2320 B				Analyst: HR
Alkalinity, Bicarbonate (As CaCO3)	320	5		mg/L CaCO3	1	4/13/2001
Alkalinity, Carbonate (As CaCO3)	70	5		mg/L CaCO3	1	4/13/2001
Alkalinity, Hydroxide	ND	5		mg/L CaCO3	1	4/13/2001
Alkalinity, Total (As CaCO3)	390	5		mg/L CaCO3	1	4/13/2001
HARDNESS, TOTAL		M2340 B				Analyst: HR
Hardness (As CaCO3)	3	1		mg/L	1	4/13/2001
PH		E150.1				Analyst: HR
pН	8.96	2		pH units	1	4/13/2001
RESISTIVITY (@ 25 DEG. C)		M2510 C				Analyst: HR
Resistivity	14.347	0.001		ohm-m	1	4/13/2001
SPECIFIC GRAVITY		M2710 F				Analyst: HR
Specific Gravity	1.000	0.001		Units	1	4/13/2001
TOTAL DISSOLVED SOLIDS		E160.1				Analyst: HR
Total Dissolved Solids (Residue, Filterable)	460	40		mg/L	1	4/13/2001
TOTAL DISSOLVED SOLIDS		CALC				Analyst: HR
Total Dissolved Solids (Calculated)	400	40		mg L	1	4/13/2001

Qualifiers:

PQL - Practical Quantitation Limit

S - Spike Recovery outside accepted recovery limits

ND - Not Detected at Practical Quantitation Limit

R - RPD outside accepted recovery limits

J - Analyte detected below Practical Quantitation Limit

 \boldsymbol{E} - Value above quantitation range

B - Analyte detected in the associated Method Blank

Surri - Surrogate

2013

APPENDIX D

PRODUCED WATER ANALYSIS

The following water analysis are intended to be representative samples of the Mesa Verde and Dakota formation waters that will be disposed.



Water Analysis Report

McElvain 08/12/2001 Submitted by: Halfberton Energy Bervices Date Rec: 06/12/2001 Joe Elledge Report #: FLMM1350 Attention:

Weil Name: Bear com 28 #1 Formation:

Anthrony Test for Broken Gal - POSITIVE

Specific Gravity	1.020	
pH	7.07	
Resistivity	0,59	@ 78° F
ron (Fe)	G	Mg/L
Potatelum (K)	0	Mg / L
Sodium (Na)	8597	Mg / L
Calolum (Ca)	454	Mg/L
Magnesium (Mg)	115	Mg/L
Chiorides (CI)	9600	Mg/L
Sulfates (BO _e)	6000	Mg/L
Carbonities (CO ₁)	0.0	Mg/L
Sicerbonates (HCO ₂)	651	Mg/L
Total Dissolved Solids	25416	Mg/L

Title: Engineering Intern

Location: Familigion, NM

MOTICE: This report is similard to the described agraphs trated. Any person using or relating our this report agrave that Heliburgen shall not be liable for timy loss or darriage whether due to act or ornisator; resulting from such report or its use.



Water Analysis Report

McElyain

Date:

06/08/2001

Submitted by: Hallihurton Energy Services

Date Rec: 06/06/2001

Attention: Joé Elledge-POB 111-Fmn

FLMM1340 Report #:

Well Name: Bear Com 29 #1

Formation:

Anthrone Test = Negative

Specific Gravity	1.015	
pH "	7.71	• • •
Resistivity	0.86	₽ 70° F
ron (Fe)	0	Mg/L
Potassium (K)	0	Mg/L
Sodium (Na)	4 99 6	Mg/L
Calcium (Ca)	112	Mg/L
Magnesium (Mg)	17	Mg/L
Chlorides (Ci)	5400	Mg/L
Sulfatos (804)	1800	Mg/L
Carbonates (CO ₃)	0.0	Mg/L
Bicarbonates (HCO ₃)	2115	Mg/L
Total Dissolved Solids	14440	Mg/L

Respectfully: Robin Lesher

Title: Associate Chamist

Location: Farmington, NM

NOTFICE: This report is limited to the described sample tested. Any person using or relying on this report agrees that Hallburton should not be liable for any loss or damage whether due to not or omission resulting from such report or its use.

APPENDIX E

PROOF OF NOTIFICATION

The following section contains proof of notification of the surface owner, proof of notifications of the 12 lease owners within the area of review and an affidavit of newspaper publication of legal notice.

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

June 27, 2001

Winford L. Stevenson HCR-74 Box 70 Lindrith, New Mexico 87029 Certified Mail: 7000 0600 0025 2409 5268

Re: Notice of Intent to Inject

Dear Mr. Stevenson:

McElvain Oil & Gas Properties, Inc of Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by reentering the currently plugged & abandoned Wildfire Well No. 1 (located: 900' FSL & 1650' FWL, Sec 26, T26N, R2W, Rio Arriba County, New Mexico) and converting it to a Morrison disposal well; Wildfire SWD. The well will be deepened from its current depth of 8600' to 9338'. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas Properties, Inc plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

As the owner of the surface of the land on which the well is located, this letter is intended to serve as notice of the application and to inform you of your rights to object and file for a hearing with the Oil Conservation Division, PO Box 2088, Santa Fe, NM 87504-2088 within 15 days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933 ext 302) should you have any questions regarding this matter. You may also feel free to contact me at (505-325-5220).

Sincerely,

Charles Neelev

PE



SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: ford L. Stevenson 74 Box 70 drith, NM 87029 	A. Received by (Please Print Clearly) B. Date of Delivery Wintered L. Struensov 6-30-81 C. Signature X. Wintered L. Struensov 6-30-81 Agent Addressee D. Is delivery address different from item 1? Yes If YES, enter delivery address below:
	3. Service Type XX Certified Mail
2. Article Number (Copy from service label) 7000 0600 0025 2409 5268	
PS Form 3811, July 1999 Domestic Re	turn Receipt 102595-00-M-0952

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

Benson-Montin-Greer Drilling Corp. 4900 College Boulevard Farmington, NM 87402 Certified Mail: 7000 0600 0025 2409 5244

July 18, 2001

Re: Notice of Intent to Inject

To Whom It May Concern:

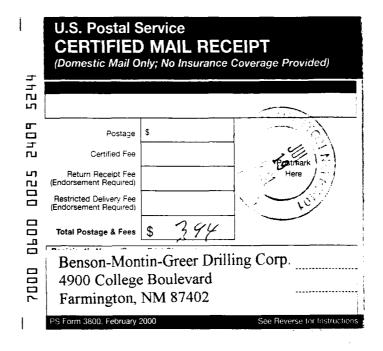
McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that Benson-Montin-Greer Drilling Corp. is a leasehold owner for lands within ½ mile radius – Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely

Charles Neeley



SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: 	A Received by (Please Print Clearly) C. Signature X Agent Addressee D. Is delivery address different from item If YES, enter delivery address below:
Benson-Montin-Greer Drilling Corp. 4900 College Boulevard Farmington, NM 87402	3. Service Type Certified Mail
2. Article Number (Copy from service label) 7000 0000 0025 2405 3	
PS Form 3811, July 1999 Domestic Re	<u></u>

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

July 18, 2001

Dugan Production Corporation 709 East Murray Drive Farmington, NM 87499

Certified Mail: 7000 0600 0025 2409 5152

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that Dugan Production Corporation is a leasehold owner for lands within ½ mile radius – Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Mark

Sincerely

Charles Neeley
Petroleum Engineer

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

Joe Elledge P.O. Box 111 Farmington, NM 87499 July 18, 2001

Certified Mail: 7000 0600 0025 2409 5190

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that Joe Elledge is a leasehold owner for lands within ½ mile radius - Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Charles Neeley
Petroleum Engineer

5190	U.S. Postal S CERTIFIED (Domestic Mail O	MAIL REC	EIPT Coverage Provided)	
409	Postage	\$		
ᄓ	Certified Fee		Postmark	
25	Return Receipt Fee (Endorsement Required)		Here	
	Restricted Delivery Fee (Endorsement Required)			
P 0 0	Total Postage & Fees			· · · · · · · · · · · · · · · · · · ·
	Joe Elledge	The Observation for the		
00	P.O. Box 11		•••	
7	Farmington,	NM 87499		1
1	PS Form 3800, February	2000	See Reverse for Instruction	ns j

	<u> </u>		
SENDER: COMPLETE THIS	SECTION	COMPLETE THIS SECTION OF	N DELIVERY
 Complete items 1, 2, and 3 item 4 if Restricted Delivery Print your name and addresso that we can return the can attach this card to the back or on the front if space per 	is desired. ss on the reverse ard to you. s of the mailpiece,	A. Received by (Please Print Cle Jethan Ellecte C. Signature X D. Is delivery address different from	☐ Agent ☐ Addressee
1. Article Addressed to: Joe Elledge P.O. Box 111	100 J	If YES, enter delivery address	_
Farmington, NM 8749	9	3. Service Type Certified Mail Expre Registered Retur Insured Mail C.O.D.	n Receipt for Merchandise
		4. Restricted Delivery? (Extra Fe	ee) 🗆 Yes

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

George A. Lippman, individually Lindrith Capital, LLC 200 East Sunset, Suite E El Paso, TX 79922

July 18, 2001

Certified Mail: 7000 0600 0025 2409 5176

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338' McElvain Oil & Gas plans to inject between 200 - 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that George A. Lippman is a leasehold owner for lands within ½ mile radius - Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Charles Neeley

COMPLETE THIS SECTION ON DELIVERY SENDER: COMPLETE THIS SECTION A. Received by (Please Print Charty) B. pat () livery ■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, ☐ Addressee or on the front if space permits. Is delivery address different from item 1? If YES, enter delivery address below: ☐ Yes 1. Article Addressed to: George A. Lippman, individually Lindrith Capital, LLC 200 East Sunset, Suite E 3. Service Type Certified Mail Registered El Paso. TX 79922 Express Mail ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D. 4. Restricted Delivery? (Extra Fee) ☐ Yes 2. Article Number (Copy from service label) 7000 0100 0025 2409 5176 PS Form 3811, July 1999 Domestic Return Receipt 102595-00-M-0952

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10 10	George A. L	ippman, individ	lually
7000	Lindrith Cap	oital, LLC	
	200 East Su	nset, Suite E	
ا ر	El Paso, TX	79922	See Reverse for Instructions
	PS Form 3800, Februar	y 2000	

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

San Juan Basin Properties, LLC 1499 Blake Street, #7K Denver, CO 80202 July 18, 2001

Certified Mail: 7000 0600 0025 2409 5138

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that San Juan Basin Properties, LLC is a leasehold owner for lands within ½ mile radius – Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely.

⁴ Charles Neeley

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: San Juan Basin Properties, LLC	A. Received by (Please Print Clearly) C. Signature X
1499 Blake Street, #7K Denver, CO 80202	3. Service Type MacCertified Mail
	4. Restricted Delivery? (Extra Fee) Yes
2. Article Number (Copy from service label) 10=e 0600 0025 2409 513	3
PS Form 3811, July 1999 Domestic Ret	urn Receipt 102595-99-M-1789

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00,	Total Postage & Fees \$ 3,9	14	·	
70	Recipient's Name (Please Print Clearly) (to	o be completed by maller)		
_	San Juan Basin Prop			
000	1499 Blake Street, #	7K		
70	Denver, CO 80202			
1	PS Form 3800. February 2000	See Reverse for Instruction	ons !	

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

Questar Exploration & Production Co. 1331 17th Street, Suite 800 Denver, CO 80202 Certified Mail: 7000 0600 0025 2409 5169 July 18, 2001

To Whom It May Concern:

Re: Notice of Intent to Inject

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that Questar Exploration & Production Co. is a leasehold owner for lands within ½ mile radius – Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely

Charles Neeley

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: Questar Exploration & Production 	A. Received by (Please Print Clearly) 2 4 JUI 2001 C. Signature X
1331 17 th Street, Suite 800 Denver, CO 80202	3. Service Type Certified Mail
2. Article Number (Copy from service label) 7000 0600 00025 2409 51	169
PS Form 3811, July 1999 Domestic Ret	turn Receipt 102595-00-M-0952

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. 7000 0600	Questar Explo 1331 17 th Stre Denver, CO 8	e Print Clearly, its be completed at the Production & Production & Production & Suite 800	etion	* . * . *
	PS Form 3800, February 2	2000	See Reverse for Instructions	ŀ

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

James Raymond P.O. Box 291445 Kerville, TX 78029-1445

July 18, 2001

Certified Mail: 7000 0600 0025 2409 5213

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

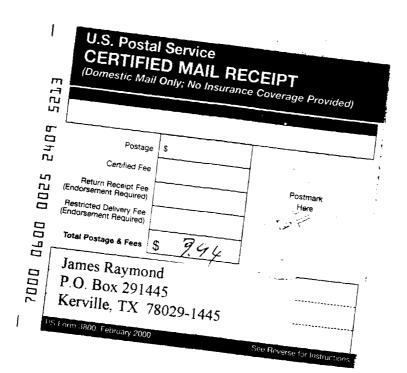
Our records indicate that James Raymond is a leasehold owner for lands within ½ mile radius - Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely.

Charles Neelev

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: 	A. Beceived by (Please Print Clearly) B. Date of Delivery C. Signature X Agent Addressee D. Is delivery address different from item 1? If YES, enter delivery address below:
James Raymond P.O. Box 291445 Kerville, TX 78029-1445	3. Service Type Certified Mail
2. Article Number (Copy from service label) 7000 0100 0025 2409 52	13
PS Form 3811, July 1999 Domestic Ret	



P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

Chevenne Partners V, Ltd. C/0 Bank of America 901 Main Street Plaza, 17th Floor Dallas, TX 75380 Certified Mail: 7000 0600 0025 2409 5220

July 18, 2001

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that Cheyenne Partners V, Ltd. is a leasehold owner for lands within ½ mile radius - Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely, funds funding Charles Neeley Petroleum Engineer

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Received by (Please Print Clearly) B. Date of Delivery C. Signature Agent Addressee D. Is delivery aggress different from item 1? Yes
Artic e Addressed to:	If YES, order delivery address below: ☐ No
Cheyenne Partners V, Ltd. C/0 Bank of America	
901 Main Street Plaza, 17 th Floor	3. Service Type
Dallas, TX 75380	☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D.
	4. Restricted Delivery? (Extra Fee)

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P 0 4 5	Postage S Certified Fee	
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0090	Total Postage & Fees \$ 3.44 Cheyenne Partners V, Ltd.	
2000	C/0 Bank of America 901 Main Street Plaza, 17 th Flo Dallas, TX 75380 PS Form 3800, February 2000	OOF

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P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

Floyd Oil Company 879-B Washington Street Raleigh, NC 27605

July 18, 2001

Certified Mail: 7000 0600 0025 2409 5237

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that Floyd Oil Company is a leasehold owner for lands within ½ mile radius – Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely

Charles Neeley

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: 	A. Received by (Please Print Clearly) C. Signature X Agent Addressee D. is delivery address different from item 1? Yes If YES, enter delivery address below:
Floyd Oil Company 879-B Washington Street Raleigh, NC 27605	3. Service Type ☐ Certified Mail ☐ Express Mail
	☐ Registered ☐ Return Receipt for Merchandise ☐ C.O.D.
	4. Restricted Delivery? (Extra Fee) ☐ Yes
2. Article Number (Copy from service label) 7000 0109 0025 2469	5237
PS Form 3811, July 1999 Domest	ic Return Receipt 102595-00-M-0952

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10	Recipient's Name Please	e Print Clearly! (to be co:	moleted by mailer)
	Floyd Oil Co		
700	879-B Wash	•	
•	Raleigh, NC		
1	PS Form 3800, February 2	2000	See Reverse for Instructions

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

J. Roger Friedman, et ux Posada Land Co. c/o Lebhar-Friedman 425 Park Avenue New York, NY 10022 Certified Mail: 7000 0600 0025 2409 5183 July 18, 2001

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that J. Roger Friedman, et ux Posada Land Co. is a leasehold owner for lands within ½ mile radius – Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely.

Charles Neeley

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: J. Roger Friedman, et ux Posada Land Co. C/o Lebhar-Friedman 	A. Received by (Please Print Clearly) B. Date of Delivery C. Signature X
425 Park Avenue New York, NY 10022	3. Service Type ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D.
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	11	J. Roger Frie		-
		Posada Land		
		C/o Lebhar-I	Friedman	
	~	425 Park Av	enue	
<u> </u>		New York, N	VY 10022	se for Instructions

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

June 27, 2001

Winford L. Stevenson HCR-74 Box 70 Lindrith, New Mexico 87029 Certified Mail: 7000 0600 0025 2409 5268

Re: Notice of Intent to Inject

Dear Mr. Stevenson:

McElvain Oil & Gas Properties, Inc of Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by reentering the currently plugged & abandoned Wildfire Well No. 1 (located: 900' FSL & 1650' FWL, Sec 26, T26N, R2W, Rio Arriba County, New Mexico) and converting it to a Morrison disposal well; Wildfire SWD. The well will be deepened from its current depth of 8600' to 9338'. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas Properties, Inc plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

As the owner of the surface of the land on which the well is located, this letter is intended to serve as notice of the application and to inform you of your rights to object and file for a hearing with the Oil Conservation Division, PO Box 2088, Santa Fe, NM 87504-2088 within 15 days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933 ext 302) should you have any questions regarding this matter. You may also feel free to contact me at (505-325-5220).

Sincerely,

Charles Neeley

PE

P. O. BOX 2596 FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

McElvain Oil Company P.O. Box 801888 Dallas, TX 75380 July 18, 2001

Certified Mail: 7000 0600 0025 2409 5145

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that McElvain Oil Company is a leasehold owner for lands within ½ mile radius – Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Sincerely,

Charles Neeley

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY	
 Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Received by (Please Print Clearly) B. Date of Delivery C. Signature Addresse Addresse	
McElvain Oil Company P.O. Box 801888 Dallas, TX 75380	D. Is delivery address different from item 1?	
	3. Service Type ☐ Certified Mail ☐ Express Mail ☐ Registered ☐ Return Receipt for Merchandisc ☐ Insured Mail ☐ C.O.D.	
2. Article Number (Copy from service label) 7000 0000 000 25 240 9	4. Restricted Delivery? (Extra Fee) Yes	

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2000 0800	Total Postage & Fees Recipient's Name (Plea McElvair P.O. Box Dallas, T	se Print Clearly) (to be company 801888		
1	PS Form 3800, Februar	y 2000	See Reverse for Instructions	1

P. O. BOX 2596

FARMINGTON, NEW MEXICO 87499-2596 (505) 325-5220

John S. Brown, Jr. 7301 Burnet Road, Suite 102-122 Austin, TX 78757

July 18, 2001

Certified Mail: 7000 0600 0025 2409 5206

Re: Notice of Intent to Inject

To Whom It May Concern:

McElvain Oil & Gas Properties, Inc from Denver, Colorado is applying for a permit to dispose of Mesa Verde and Dakota produced water into the Morrison Formation by deepening and converting the Wildfire #1 (located: 900'FSL & 1650' FWL, Sec 26, T26N, R2W, NMPM, Rio Arriba County, New Mexico) from a P&A well into a Morrison disposal well. The Morrison injection zone is located at a depth of 8600' to 9338'. McElvain Oil & Gas plans to inject between 200 – 2000 bwpd at pressures from 1900 to 2000 psi.

Our records indicate that John S. Brown, Jr. is a leasehold owner for lands within ½ mile radius - Area of Review - of the proposed Wildfire SWD location. As required by the NMOCD & form C-108, this letter is intended to serve as notice of the injection application and to inform you of your rights to object and file for hearing with the Oil Conservation Division, P.O. Box 2088, Sante Fe, NM 87504-2088 within 15days upon receiving this letter.

The person to contact at McElvain Oil & Gas Properties, Inc is Mr. John Steuble (303-893-0933) should you have any questions regarding this matter. You may also feel free to contact me at 505-325-5220.

Charles Neeley

9025	U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)
10 h 2 S 2 D 3	Postage \$ Certified Fee Postmark Return Receipt Fee (Endorsement Required)
2000 0800 002	Restricted Delivery Fee (Endorsement Required) Total Postage & Fees \$ 7.94 John S. Brown, Jr. 7301 Burnet Road, Suite 102-122 Austin, TX 78757
1	PC Form 3800, February 2000 Sign Reverse for Instructions

AFFIDAVIT OF PUBLICATION

Ad No. 44686

STATE OF NEW MEXICO County of San Juan:

CONNIE PRUITT, being duly sworn says: That she is the Classified Manager of THE DAILY TIMES, a daily newspaper of general circulation published in English at Farmington, said county and state, and that the hereto attached Legal Notice was published in a regular and entire issue of the said DAILY TIMES, a daily newspaper duly qualified for the purpose within the meeting of Chapter 167 of the 1937 Session Laws of the State of New Mexico for publication on the following day(s):

Friday, Saturday & Sunday, June 29, 30 & July 1, 2001.

And the cost of the publication is \$58.36.

ON <u>7-5-01</u> CONNIE PRUITT appeared before me, whom I know personally to be the person who signed the above document.

My Commission Expires April 02, 2004

COPY OF PUBLICATION

918 Legals

Oil & McElvain Properties, Inc proposes to reenter, deepen and convert the Wildfire Well No. 1 from P&A status into a produced water disposal well, Wildfire SWD. The well is located: 900' FSL & 1650' FWL, Sec 26, T26N, R2W, Rio Arriba County, NM. Dakota and Mesa Verde produced water is to be disposed of into the Morrison Formation: 8600' - 9338' at a

maximum rate of 2000 bwpd and a maximum pressure of

2000 psi.

Questions concerning this proposal can be sent to Charles Neeley, Property Management & Consulting, Inc, PO Box 2596, Farmington, NM 87499 (505)325-5220.

Interested parties should file comments or objections and requests for hearing with the New Mexico Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, NM 87505, within 15 days.

Legal No. 44686, published in The Daily Times, Farmington, New Mexico, Friday, Saturday & Sunday, June 29, 30 & July 1, 2001.

New Mexico Oil Conservation Division---Enginnering Bureau Administrative Application Process Documentation

Date Application Received:	J-13-61
Date of Preliminary Review:	P-2201
(Note: Must be within 10-days of received date)	
Results:Application Complete	Application Incomplete
Date Incomplete Letter Sent:	
Deadline to Submit Requested Information:	
Phone Call Date: (Note: Only applies if requested data is not subr	nitted within the 7-day deadline)
Phone Log Completed?	esNo
Date Application Processed:	
Date Application Returned: (Note: Only as a last resort & only after repeate the necessary information to process the application	