FORM APPROVED Form 3160-5 UNITED STATES (September 2001) OMB No. 1004-0135 Expires January 31, 2004 DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** 51 ALBase Serial No. NMNM-015545 **SUNDRY NOTICES AND REPORTS ON WELLS** Do not use this form for proposals to drill or to re-enter an abandoned well. Her Form 3400 0 1500 and 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well 8. Well Name and No. Oil Well Gas Well Other Brown No. 2 Name of Operator McElvain Oil & Gas Properties, Inc. 9. API Well No. 30-045-30875 3a. Address 3b. Phone No. (include area code) 1050 17th Street #1800 Denver, CO 80265 303-893-0933 10. Field and Pool, or Exploratory Area Basin Dakota Location of Well (Footage, Sec., T., R., M., or Survey Description) 11, County or Parish, State 2285' FSL & 855' FWL Sec.9 T32N R10W San Juan, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Deepen Deepen ☐ Production (Start/Resume) Water Shut-Off Acidize Notice of Intent Fracture Treat Reclamation Well Integrity Alter Casing Other SPUD ☐ New Construction Casing Repair Recomplete Subsequent Report Plug and Abandon Change Plans □ Temporarily Abandon Final Abandonment Notice ☐ Plug Back ☐ Convert to Injection ■ Water Disposal 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 recomplete 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 recompletion 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.) Spud 12 1/4" hole on 4/2/04 @ 1400 hrs. Drill to 548'. TIH w/12 its. new 36# J-55 9 5/8" casing, set @ 546'. Cmtd w/ 265 sx Class B, 2% CaCl, 1/4# flocele, wt 15.6 #/gal, yield 1.18 cuft/sk. Circulated 25 bbls to surface. Pressure test BOP and choke manifold to 600 psi for 15 min. each. 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)

John D. Steuble

Title Engineering Manager

Date May 18,2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title Date

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 18 U.S.C. Section 1001 and Title 43 U.S.C. 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.