

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

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

WELL API NO. 30-039-30580
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 37465
7. Lease Name or Unit Agreement Name Lybrook
8. Well Number 3
9. OGRID Number 22044
10. Pool name or Wildcat Lybrook Gallup
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6735' GR

**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  Gas Well  Other

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

3. Address of Operator  
1050 17<sup>th</sup> St, Suite 2500, Denver, CO 80265

4. Well Location  
 Unit Letter I : 2020 feet from the South line and 890 feet from the East line  
 Section 36 Township 24N Range 7W NMPM County Rio Arriba

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
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"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <u>Drilling</u> <input checked="" type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

8/14-23/2011 Drill 8 3/4" hole from 524' to 6350'. Logged well through out drilling. 8/24/2011 reached 6350' TD.  
 8/24/2011 Schlumberger Logged well as follows: Point Lookout @ 4182', Mancos @ 4462', Upper Gallup @ 5389', Greenhorn @ 6141', Graneros @ 6196', And Dakota @ 6227'. TD @ 6350' logs run: Sidewall, CN, Pressure, Cmt Vol.  
 8/26/2011 Called NMOCD @ 8:05, spoke with Charlie Perrin, advised of impending Csg and Cmt Job. Ran 161 Jts 7" N80 23# LT&C IN HOLE. Landed @ 6347'. Dv TOOLS SET @ 4430' & 2204'.  
 8/27/2011 Cemented Csg as follows:  
 1<sup>st</sup> stage - Lead: 82 bbls Premium Lite, 12.1 ppg, 2.13 y.  
                   - Tail: 24 bbls Type III, 14.6 ppg, 1.37 y. No returns to surface.  
 2<sup>nd</sup> Stage - Lead: 116 bbls Premium Lite, 12.1 ppg, 2.13 y.  
                   Tail: 24 bbls Type III, 14.6 ppg, 1.37 y. No returns to surface.  
 3<sup>rd</sup> Stage - Lead: 113 bbls Premium Lite, 12.1 ppg, 2.13 y.  
                   Tail: 24 bbls Type III, 16.6 ppg, 1.37 y. Circulated 16 bbls to surface. Bump plug, check float all held.  
 8/28/2011 Released rig @ 12:00. Clean loc and equip and move off. AV  
 \* Run CBL and report tops of cement before completing, spoke w/ Deborah P. on 9/9/11

Spud Date: 8/12/2011 Rig Release Date: 8/28/2011

**BOVDIST 0111**  
**DIST. 3**

Report Pressure Test on 7" on completion Sundry  
 I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Deborah Powell TITLE Eng Tech Manager DATE 8/31/2011  
 Type or print name Deborah Powell E-mail address: Debby@McElvain PHONE: 303-893-0933

**For State Use Only**  
 APPROVED BY: Deborah Powell TITLE Deputy Oil & Gas Inspector, District #3 DATE 9/9/11  
 Conditions of Approval (if any): AV