

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

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		WELL API NO. 30-045-34153 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> 6. State Oil & Gas Lease No.
2. Name of Operator McElvain Energy Inc.		7. Lease Name or Unit Agreement Name Salmon 8. Well Number 1R
3. Address of Operator 1050 17 th St., Suite 2500, Denver, Co. 80265		9. OGRID Number 22044 10. Pool name or Wildcat Fulcher Kutz Pictured Cliffs (gas)
4. Well Location Unit Letter <u>B</u> : <u>730</u> feet from the <u>North</u> line and <u>1705</u> feet from the <u>East</u> line Section <u>30</u> Township <u>29N</u> Range <u>11W</u> NMPM County <u>San Juan</u>		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5473'		

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input checked="" type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input 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.

McElvain Energy plans to plug and abandon the Salmon #1R as per the attached procedure.
 Well bore diagrams attached.

Notify NMOC **24 hrs**
 prior to beginning
 operations

OIL CONS. DIV DIST. 3

NOV 22 2013

Spud Date: 7/15/2007

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Deborah K Powell TITLE Eng Tech Managerr. DATE 11/21/2013

Type or print name Deborah K Powell E-mail address: Debby.Powell@McElvain.com PHONE: 303-893-0933

For State Use Only

APPROVED BY: [Signature] TITLE Deputy Oil & Gas Inspector,
District #3 DATE 11/26/13
 Conditions of Approval (if any): N

McElvain Energy, Inc.

Salmon #1R
December 2013
P&A Procedure

LOCATION: NWNE 30, T29N, R11W **API:** 30-045-34153
730' FNL & 1705' FEL
San Juan, NM

TD: 1725' **PBTD:** 1671' (est) **KB:** 5478' **GL:** 5473'

PURPOSE OF WORK:

Plug and abandon well

CASING:

8 5/8", 24#, J-55 @ 363' in 12 1/4" hole
Cemented with 214 sxs (45 bbls) Type III + 3% CaCl + 1/4 #/sk Flakes
15.6 ppg Yield: 1.18 cuft/sk
Circulated to surface
BJ Services

5 1/2", 15.5#, J-55 @ 1711' in 7 7/8" hole
Lead: 180 sxs (69.2 bbls) Premium Lite + 3% CaCl + 0.4% Sodium Metasilicate +
1/4 #/sk Flakes 12.10 ppg; Yield: 2.13
Tail: 100 sx (24.9 bbls) Type III + 1% CaCl + 1/4 #/sk Flakes
14.5 ppg; Yield: 1.40 cuft/sk
Circulated 25 bbls to Surface
BJ Services

FORMATION TOPS:

Ojo Alamo	----
Kirtland	419'
Fruitland	1243'
Pictured Cliffs	1566'

PERFORATIONS:

1,582 – 1,586 & 1,566' – 1,576' (4 spf ..90° phasing..0.43" diameter)
(34' Net Pay..60 shots)

TUBING DETAIL:

K.B.	5.00	
Donut	-1.00	
49 jts 2_3/8 tbg	1,592.60	
S.N.	0.40	1597.00
4 ft perforated pup jt	4.06	
Mud Anchor	30.57	1,631.63

ROD DETAIL:

1_1/4" polish rod	16
8 ft & 4 ft pony rods	12
61 ea 3/4" rods	1,525
4 ea 1_1/2' Sinker Bars	100
4 ft guided 3/4" rod	4
2" x 1_1/4" x 7' RHAC pump	<u>16</u>
	1,657

P&A PROCEDURE:

1. Rig up service unit. Lay down rods and pump. Send rods to old Farmington yard and pump for repair at Energy Services.
2. Rig up on tubing and tag bottom. Drop standing valve and test tubing to 1000 psi. Pull standing valve and tubing. Replace tubing as necessary.
3. Run tubing with 5 1/2" cement retainer and set at 1516. Sting out of retainer and pressure test 5 1/2" casing to 500 psi. Hold for 30 min.
4. Mix and pump 50 sx Class B cement to 15.6# and 1.18 yield and spot on top of retainer at 1516 to 1071 using balanced plug method.
5. Lay down tubing to 1000 feet and circulate clean. Lay down tubing to +/- 500'.
6. Mix and pump 65 sx Class B cement to 15.6# and 1.18 yield until good cement returns are seen. Lay down remaining tubing. Rig down BOP and service unit.
7. Check well head for cement fall back and top off as necessary with redimix.
8. Have tubing taken to Cave for inspection.
9. Dig out and cut off well head and install well head marker. Well head to be sent to Antelope.

Salmon #1R Current

Pictured Cliffs

730' FNL & 1705' FEL, Section 30, T-29-N, R-11-W, San Juan County, NM

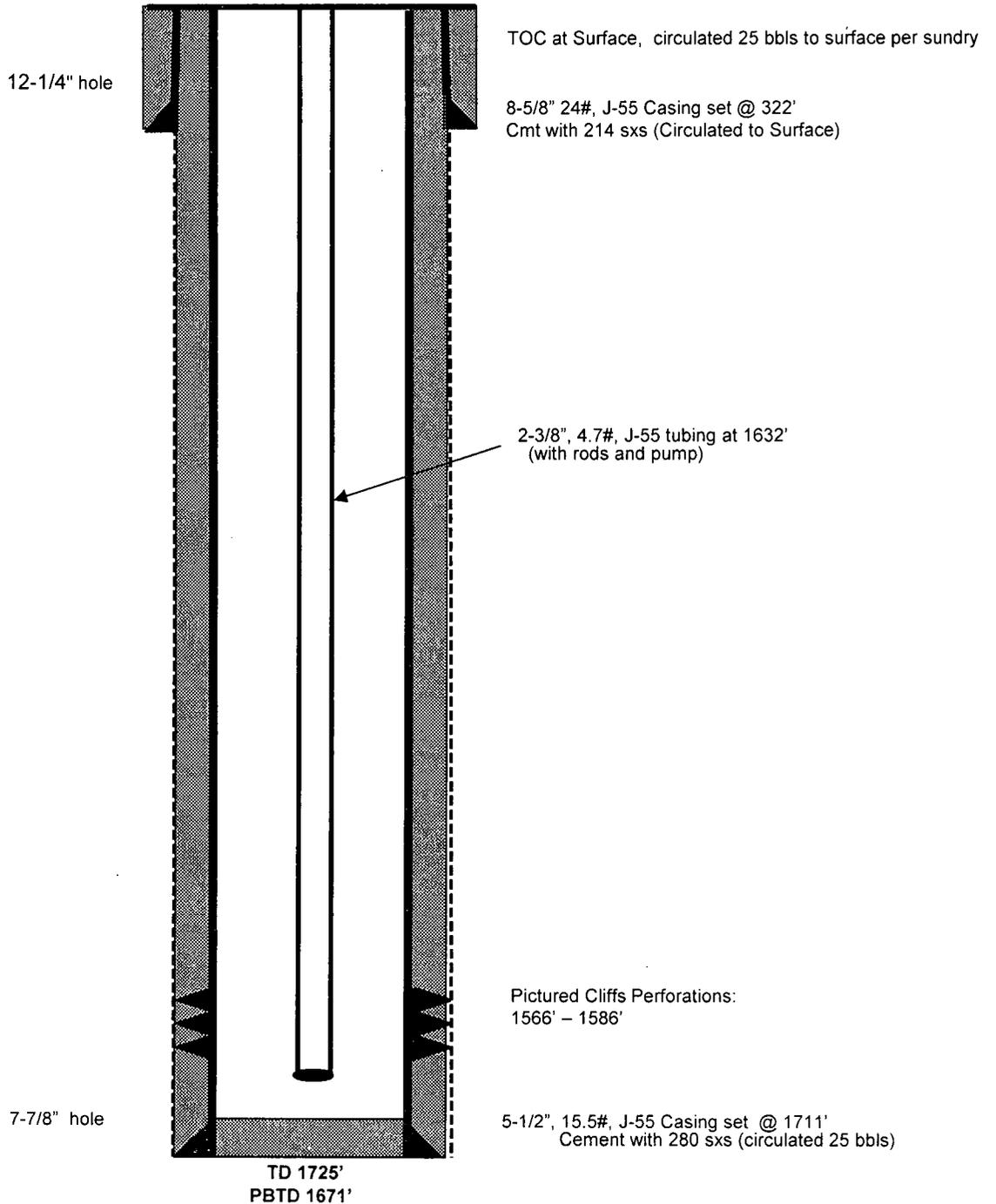
Lat: N 36.70215 Long: W -108.0298 API #30-045-34153

Today's Date: 10/3/13
Spud: 7/15/07
Completed: 11/12/07
Elevation: 5473' GI
5478' KB

Kirtland @ 419'

Fruitland @ 1243'

Pictured Cliffs @ 1566'



Salmon #1R
Proposed P&A
 Pictured Cliffs

730' FNL & 1705' FEL, Section 30, T-29-N, R-11-W, San Juan County, NM

Lat: N36.70 2/5 / Long: W-108.02986 / API #30-045-34153

Today's Date: 10/3/13
 Spud: 7/15/07
 Completed: 11/12/07
 Elevation: 5473' GI
 5478' KB

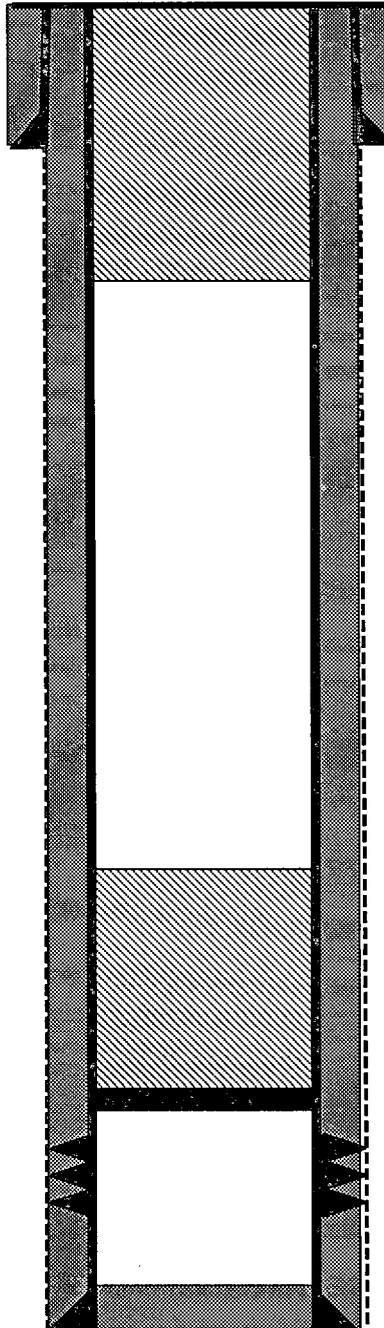
Kirtland @ 419'

Fruitland @ 1243'

Pictured Cliffs @ 1566'

12-1/4" hole

7-7/8" hole



TOC at Surface, circulated 25 bbls to surface per sundry

8-5/8" 24#, J-55 Casing set @ 322'
 Cmt with 214 sxs (Circulated to Surface)

Plug #2: 500' - 0'
 Class C cement, 65 sxs

Plug #1: 1516' - 1071'
 Class C cement, 50 sxs

Set CR @ 1516'

Pictured Cliffs Perforations:
 1566' - 1586'

5-1/2", 15.5#, J-55 Casing set @ 1711'
 Cement with 280 sxs (circulated 25 bbls)

TD 1725'
 PBTD 1671'