

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Department
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-144
Revised June 6, 2013

For temporary pits, below-grade tanks, and multi-well fluid management pits, submit to the appropriate NMOCD District Office.
For permanent pits submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.

Pit, Below-Grade Tank, or
Proposed Alternative Method Permit or Closure Plan Application

8592
Amended

Type of action: ☐ Below grade tank registration
☐ Permit of a pit or proposed alternative method
☒ Closure of a pit, below-grade tank, or proposed alternative method
☐ Modification to an existing permit/or registration
☐ Closure plan only submitted for an existing permitted or non-permitted pit, below-grade tank, or proposed alternative method

Instructions: Please submit one application (Form C-144) per individual pit, below-grade tank or alternative request

Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

1.
Operator: McElvain Energy, Inc. OGRID #: 22044
Address: 1050 17th St. Suite 2500, Denver, CO 80265
Facility or well name: Lybrook #3
API Number: 30-039-30580 OCD Permit Number: 8592
U/L or Qtr/Qtr I Section 36 Township 24N Range 7W County: Rio Arriba
Center of Proposed Design: Latitude 36.266313 N Longitude 107.52205 W NAD: ☐ 1927 ☒ 1983
Surface Owner: ☐ Federal ☒ State ☐ Private ☐ Tribal Trust or Indian Allotment

2.
☒ **Pit:** Subsection F, G or J of 19.15.17.11 NMAC
Temporary: ☒ Drilling ☐ Workover
☐ Permanent ☐ Emergency ☐ Cavitation ☐ P&A ☐ Multi-Well Fluid Management Low Chloride Drilling Fluid ☐ yes ☐ no
☒ Lined ☐ Unlined Liner type: Thickness 20 mil ☒ LLDPE ☐ HDPE ☐ PVC ☐ Other _____
☒ String-Reinforced
Liner Seams: ☒ Welded ☐ Factory ☐ Other _____ Volume: 8639 bbl Dimensions: L 105' x W 75' x D 10'

RCVD DEC 23 '13
OIL CONS. DIV.
DIST. 3

3.
☐ **Below-grade tank:** Subsection I of 19.15.17.11 NMAC
Volume: _____ bbl Type of fluid: _____
Tank Construction material: _____
☐ Secondary containment with leak detection ☐ Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off
☐ Visible sidewalls and liner ☐ Visible sidewalls only ☐ Other _____
Liner type: Thickness _____ mil ☐ HDPE ☐ PVC ☐ Other _____

4.
☐ **Alternative Method:**
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

5.
Fencing: Subsection D of 19.15.17.11 NMAC (Applies to permanent pits, temporary pits, and below-grade tanks)
☐ Chain link, six feet in height, two strands of barbed wire at top (Required if located within 1000 feet of a permanent residence, school, hospital, institution or church)
☐ Four foot height, four strands of barbed wire evenly spaced between one and four feet
☒ Alternate. Please specify Four foot High Hogwire

6.

Netting: Subsection E of 19.15.17.11 NMAC (*Applies to permanent pits and permanent open top tanks*)

☐ Screen ☐ Netting ☐ Other _____

☐ Monthly inspections (If netting or screening is not physically feasible)

7.

Signs: Subsection C of 19.15.17.11 NMAC

☐ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers

☒ Signed in compliance with 19.15.16.8 NMAC

8.

Variances and Exceptions:

Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.

Please check a box if one or more of the following is requested, if not leave blank:

☐ Variance(s): Requests must be submitted to the appropriate division district for consideration of approval.

☐ Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.

9.

Siting Criteria (regarding permitting): 19.15.17.10 NMAC

Instructions: *The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Siting criteria does not apply to drying pads or above-grade tanks.*

General siting

Ground water is less than 25 feet below the bottom of a low chloride temporary pit or below-grade tank.

- ☐ NM Office of the State Engineer - iWATERS database search; ☐ USGS; ☐ Data obtained from nearby wells

☐ Yes ☒ No
☐ NA

Ground water is less than 50 feet below the bottom of a Temporary pit, permanent pit, or Multi-Well Fluid Management pit.

NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells

☐ Yes ☒ No
☐ NA

Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended. (**Does not apply to below-grade tanks**)

- Written confirmation or verification from the municipality; Written approval obtained from the municipality

☐ Yes ☒ No

Within the area overlying a subsurface mine. (**Does not apply to below grade tanks**)

- Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division

☐ Yes ☒ No

Within an unstable area. (**Does not apply to below grade tanks**)

- Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map

☐ Yes ☒ No

Within a 100-year floodplain. (**Does not apply to below grade tanks**)

- FEMA map

☐ Yes ☒ No

Below Grade Tanks

Within 100 feet of a continuously flowing watercourse, significant watercourse, lake bed, sinkhole, wetland or playa lake (measured from the ordinary high-water mark).

- Topographic map; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

Within 200 horizontal feet of a spring or a fresh water well used for public or livestock consumption;

- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

Temporary Pit using Low Chloride Drilling Fluid (maximum chloride content 15,000 mg/liter)

Within 100 feet of a continuously flowing watercourse, or any other significant watercourse or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). (Applies to low chloride temporary pits.)

- Topographic map; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

Within 300 feet from a occupied permanent residence, school, hospital, institution, or church in existence at the time of initial application.

- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image

☐ Yes ☐ No

Within 200 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 300feet of any other fresh water well or spring, in existence at the time of the initial application.

NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

Within 100 feet of a wetland.

- US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

Temporary Pit Non-low chloride drilling fluid

Within 300 feet of a continuously flowing watercourse, or any other significant watercourse, or within 200 feet of any lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).

- Topographic map; Visual inspection (certification) of the proposed site

☐ Yes ☒ No

Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.

- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image

☐ Yes ☒ No

Within 500 horizontal feet of a spring or a private, domestic fresh water well used by less than five households for domestic or stock watering purposes, or 1000 feet of any other fresh water well or spring, in the existence at the time of the initial application;

- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site

☐ Yes ☒ No

Within 300 feet of a wetland.

- US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site

☐ Yes ☒ No

Permanent Pit or Multi-Well Fluid Management Pit

Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).

- Topographic map; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.

- Visual inspection (certification) of the proposed site; Aerial photo; Satellite image

☐ Yes ☐ No

Within 500 horizontal feet of a spring or a fresh water well used for domestic or stock watering purposes, in existence at the time of initial application.

- NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

Within 500 feet of a wetland.

- US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site

☐ Yes ☐ No

10.

Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 NMAC

Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC
- ☐ Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC
- ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
- ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
- ☐ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC

☐ Previously Approved Design (attach copy of design) API Number: _____ or Permit Number: _____

11.

Multi-Well Fluid Management Pit Checklist: Subsection B of 19.15.17.9 NMAC

Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
- ☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
- ☐ A List of wells with approved application for permit to drill associated with the pit.
- ☐ Closure Plan (Please complete Boxes 14 through 18, if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
- ☐ Hydrogeologic Data - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC
- ☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC

☐ Previously Approved Design (attach copy of design) API Number: _____ or Permit Number: _____

12.

Permanent Pits Permit Application Checklist: Subsection B of 19.15.17.9 NMAC**Instructions:** Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC
☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
☐ Climatological Factors Assessment
☐ Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Quality Control/Quality Assurance Construction and Installation Plan
☐ Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC
☐ Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Nuisance or Hazardous Odors, including H₂S, Prevention Plan
☐ Emergency Response Plan
☐ Oil Field Waste Stream Characterization
☐ Monitoring and Inspection Plan
☐ Erosion Control Plan
☐ Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC

13.

Proposed Closure: 19.15.17.13 NMAC**Instructions:** Please complete the applicable boxes, Boxes 14 through 18, in regards to the proposed closure plan.

- Type: ☒ Drilling ☐ Workover ☐ Emergency ☐ Cavitation ☐ P&A ☐ Permanent Pit ☐ Below-grade Tank ☐ Multi-well Fluid Management Pit
☐ Alternative
- Proposed Closure Method: ☐ Waste Excavation and Removal
☐ Waste Removal (Closed-loop systems only)
☒ On-site Closure Method (Only for temporary pits and closed-loop systems)
☒ In-place Burial ☐ On-site Trench Burial
☐ Alternative Closure Method

14.

Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) **Instructions:** Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.

- ☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC
☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection C of 19.15.17.13 NMAC
☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings)
☐ Soil Backfill and Cover Design Specifications - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC

15.

Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC**Instructions:** Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria require justifications and/or demonstrations of equivalency. Please refer to 19.15.17.10 NMAC for guidance.

Ground water is less than 25 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> NA
Ground water is between 25-50 feet below the bottom of the buried waste - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> NA
Ground water is more than 100 feet below the bottom of the buried waste. - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> NA
Within 100 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse, lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark). - Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application. - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 300 horizontal feet of a private, domestic fresh water well or spring used for domestic or stock watering purposes, in existence at the time of initial application. - NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Written confirmation or verification from the municipality; Written approval obtained from the municipality	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within 300 feet of a wetland. US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance	

adopted pursuant to NMSA 1978, Section 3-27-3, as amended. - Written confirmation or verification from the municipality; Written approval obtained from the municipality	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within the area overlying a subsurface mine. - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within an unstable area. - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	<input type="checkbox"/> Yes <input type="checkbox"/> No
Within a 100-year floodplain. - FEMA map	<input type="checkbox"/> Yes <input type="checkbox"/> No

16.
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) *Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.*

☐ Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC
☐ Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection E of 19.15.17.13 NMAC
☐ Construction/Design Plan of Burial Trench (if applicable) based upon the appropriate requirements of Subsection K of 19.15.17.11 NMAC
☐ Construction/Design Plan of Temporary Pit (for in-place burial of a drying pad) - based upon the appropriate requirements of 19.15.17.11 NMAC
☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC
☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of 19.15.17.13 NMAC
☐ Waste Material Sampling Plan - based upon the appropriate requirements of 19.15.17.13 NMAC
☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)
☐ Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
☐ Re-vegetation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC
☐ Site Reclamation Plan - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC

17.
Operator Application Certification:
 I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.

Name (Print): _____ Title: _____
 Signature: _____ Date: _____
 e-mail address: _____ Telephone: _____

18.
OCD Approval: ☒ Permit Application (including closure plan) ☒ Closure Plan (only) ☐ OCD Conditions (see attachment)

OCD Representative Signature: Jonathan D. Kelly Approval Date: 1/17/2014
 Title: Compliance Officer OCD Permit Number: _____

19.
Closure Report (required within 60 days of closure completion): 19.15.17.13 NMAC
Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed.

☒ Closure Completion Date: 3/19/2012

20.
Closure Method:
☒ Waste Excavation and Removal ☐ On-Site Closure Method ☐ Alternative Closure Method ☐ Waste Removal (Closed-loop systems only)
☐ If different from approved plan, please explain.

21.
Closure Report Attachment Checklist: *Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.*

☐ Proof of Closure Notice (surface owner and division)
☐ Proof of Deed Notice (required for on-site closure for private land only)
☒ Plot Plan (for on-site closures and temporary pits)
☒ Confirmation Sampling Analytical Results (if applicable)
☐ Waste Material Sampling Analytical Results (required for on-site closure)
☒ Disposal Facility Name and Permit Number
☒ Soil Backfilling and Cover Installation
☐ Re-vegetation Application Rates and Seeding Technique
☒ Site Reclamation (Photo Documentation)

On-site Closure Location: Latitude 36.266436 Longitude -107.522489 NAD: ☐ 1927 ☒ 1983

Operator Closure Certification:

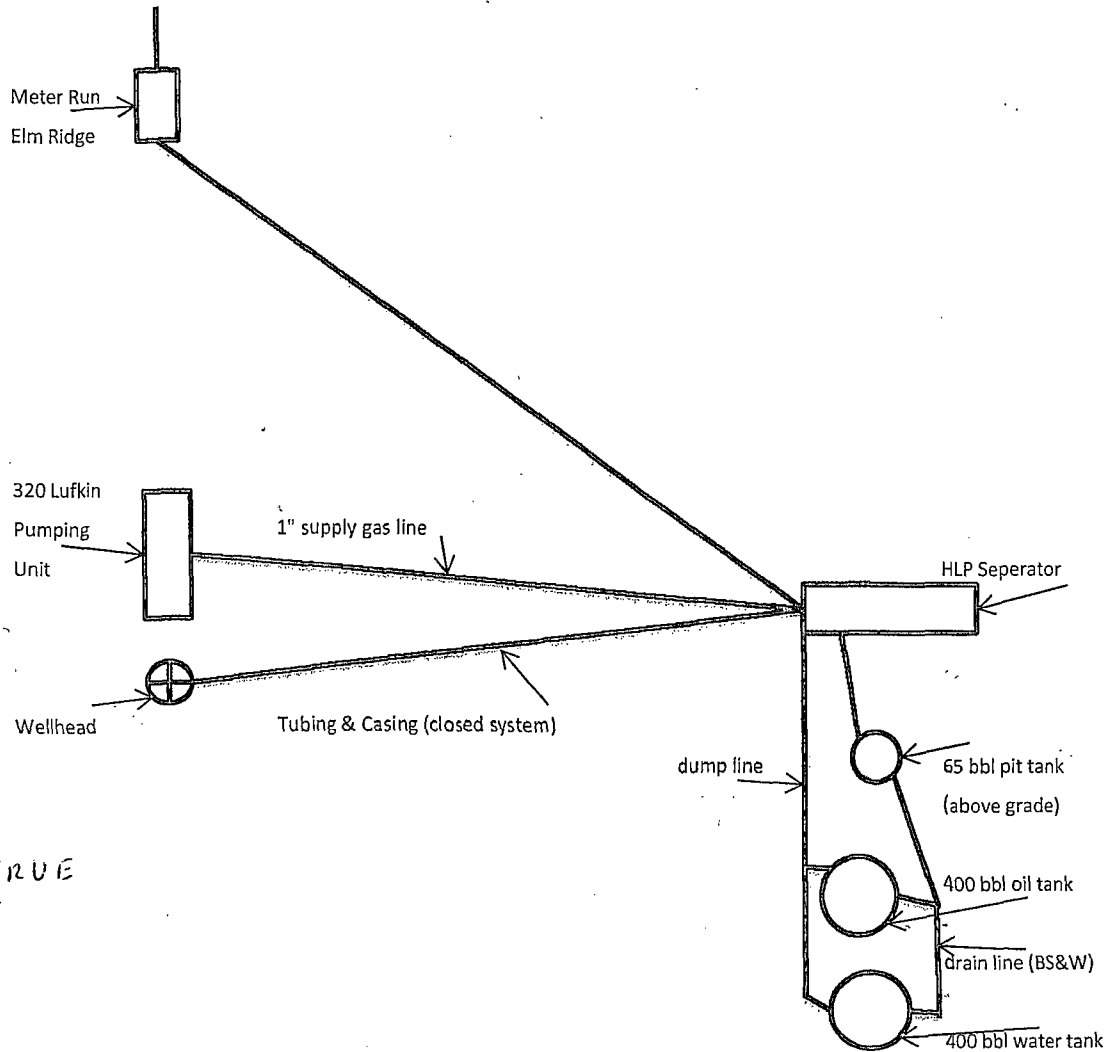
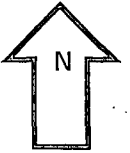
I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.

Name (Print): Deborah Powell Title: Eng Tech Manager

Signature:  Date: 12/18/2013

e-mail address: Debby.Powell@McElvain.com Telephone: 303-893-0933

ENCANA - OPERATOR 9/2012
McElvain Energy, Inc.
Lybrook #3



Lybrook #3

E-9055-19

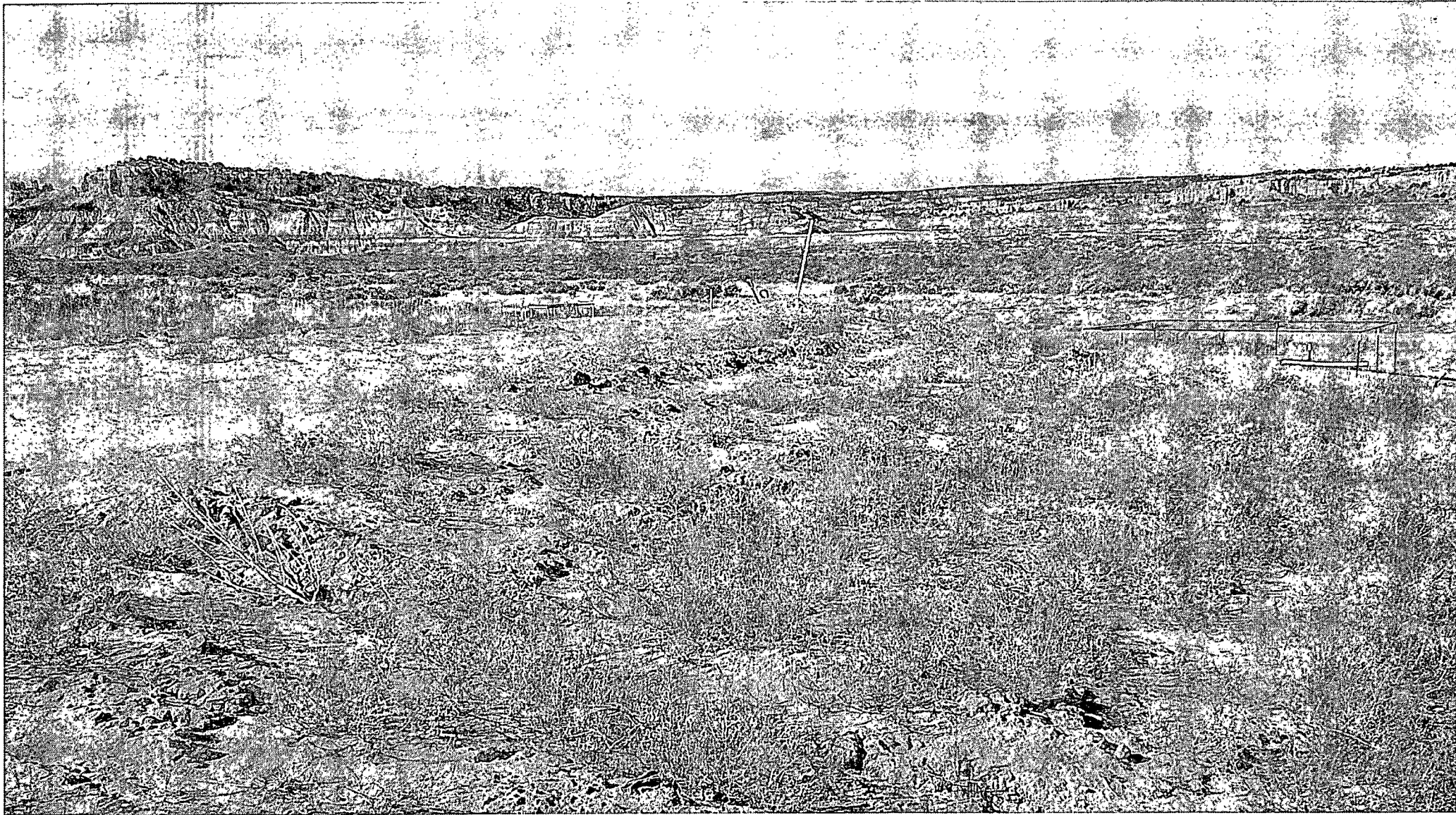
API # 30-039-30580

2020' FSL & 890' FEL (I)

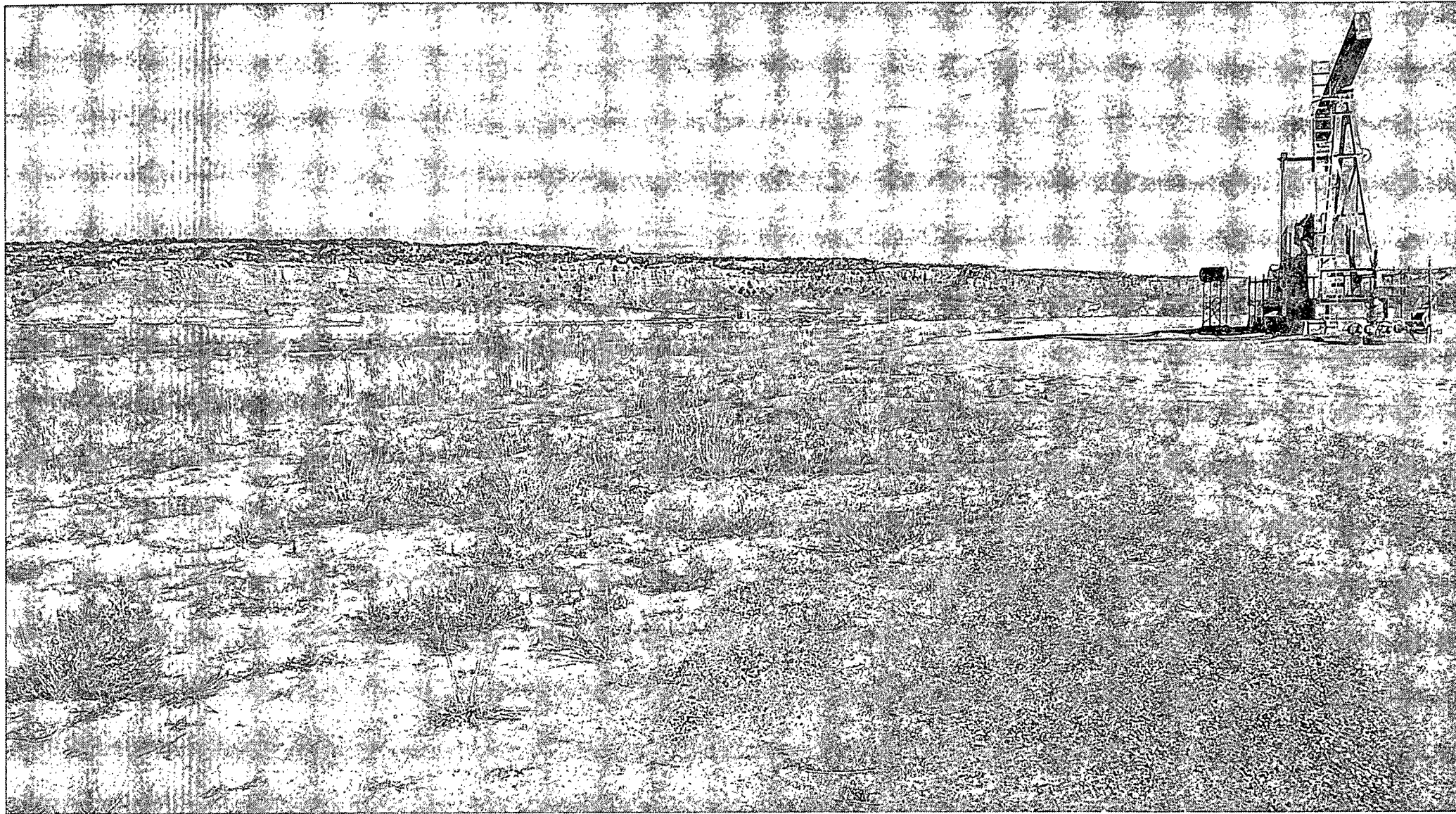
S36 T24N R7W, NMPM

Lat 36.26631 N / Long 107.52233 W

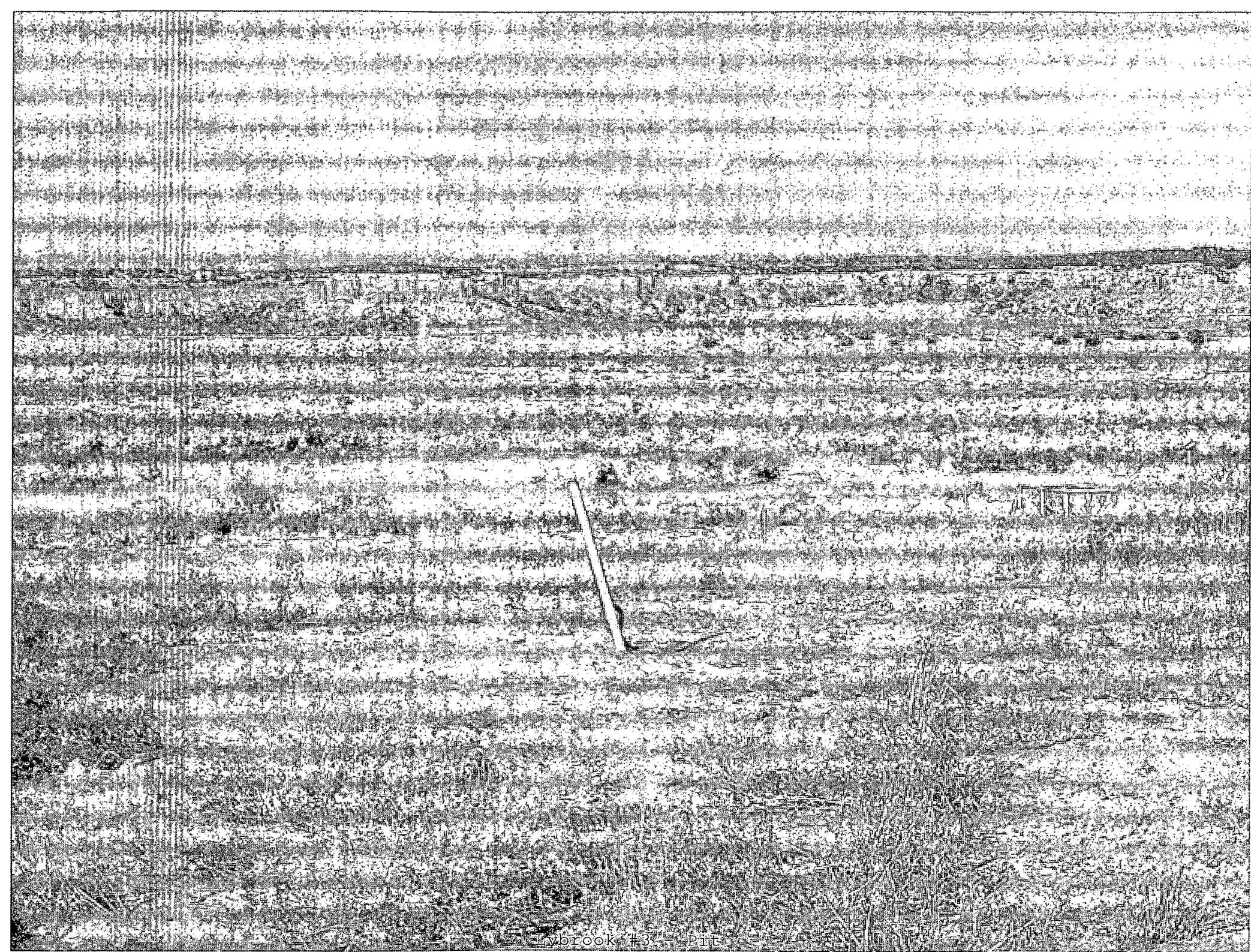
Rio Arriba County, New Mexico



Lybrook #3 - Pit



Lybrook #3 - Pit





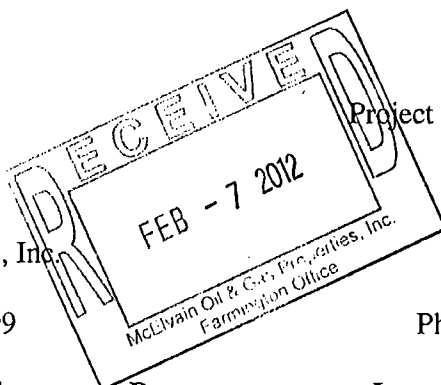


February 2, 2012

Project Number 06039-0028

Mr. Glenn Hise
McElvain Oil & Gas Properties, Inc.
Post Office Box 5610
Farmington, New Mexico 87499

Phone: (505) 327-2679



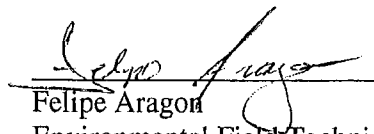
**RE: DRILL PIT CLOSURE SAMPLING RESULTS FOR THE LYBROOK #3 WELL SITE,
RIO ARriba COUNTY, NEW MEXICO**

Dear Mr. Hise,

Enclosed please find the field notes and laboratory analyses for drill pit closure activities performed at the Lybrook #3 well site located in Section 36, Township 24 North, Range 7 West, Rio Arriba County, New Mexico. Upon Envirotech's arrival, the dimensions drill pit was found to be approximately 90 feet by 80 feet with the surface of the pit liquid approximately 10 feet below ground surface (BGS). A five (5)-point composite sludge sample was collected from the bottom of the drill pit at approximately 15 feet to 17 feet BGS. The sample was collected into a four (4)-ounce glass jar, capped headspace free, and transported on ice, under chain of custody, to Envirotech's Analytical Laboratory to be analyzed for total petroleum hydrocarbons (TPH) using USEPA Methods 418.1 and 8015, for benzene and total BTEX using USEPA Method 8021, and for total chlorides using USEPA Method 4500; see attached *Analytical Results*. The sample returned results below the New Mexico Oil Conservation Division (NMOCD) regulatory standards determined for this site.

We appreciate the opportunity to be of service. If you have any questions or require additional information, please contact our office at (505) 632-0615.

Respectfully Submitted,
ENVIROTECH, INC.


Felipe Aragon
Environmental Field Technician
faragon@envirotech-inc.com

Enclosure: Field Notes
Analytical Results

Cc: Client File Number 06039

LOC: 13112

PAGE NO: <u>1</u> OF <u>1</u>	 envirotech (505) 632-0615 (800) 362-1879 5796 U.S. Hwy 64, Farmington, NM 87401	ENVIRONMENTAL SPECIALIST: <u>F. Arroyo</u> <u>K. Rine</u> LAT: <u>36.26627748</u> LONG: <u>-107.5223701</u>
DATE STARTED: <u>12-29-11</u>		
DATE FINISHED: <u>12-29-11</u>		

FIELD REPORT: BGT / PIT CLOSURE VERIFICATION

LOCATION: NAME: <u>Lybrook</u>	WELL #: <u>3</u>	TEMP PIT: <u>X</u>	PERMANENT PIT: <u>BGT</u>
LEGAL ADD: UNIT: <u>I</u>	SEC: <u>36</u>	TWP: <u>24N</u>	RNG: <u>7W</u> PM: <u></u>
QTR/FOOTAGE: <u>20208/ 890E</u>	CNTY: <u>Ala. Arr. by</u>	ST: <u>N.M.</u>	
EXCAVATION APPROX: <u>80</u> FT. X <u>70</u> FT. X <u>10</u> FT. DEEP	CUBIC YARDAGE: <u></u>		
DISPOSAL FACILITY: <u>NA</u>	REMEDIAL METHOD: <u>NA</u>		
LAND OWNER: <u>STATE</u>	API: <u>3603930580</u>	BGT / PIT VOLUME: <u>8936615</u>	
CONSTRUCTION MATERIAL: <u>liner</u>	DOUBLE-WALLED, WITH LEAK DETECTION: <u></u>		

LOCATION APPROXIMATELY: 3-1 FT. 3-8" FROM WELLHEAD

DEPTH TO GROUNDWATER:

TEMPORARY PIT - GROUNDWATER 50-100 FEET DEEP

BENZENE \leq 0.2 mg/kg, BTEX \leq 50 mg/kg, GRO & DRO FRACTION (8015) \leq 500 mg/kg, TPH (418.1) \leq 2500 mg/kg, CHLORIDES \leq 500 mg/kg

☒ TEMPORARY PIT - GROUNDWATER \geq 100 FEET DEEP

BENZENE \leq 0.2 mg/kg, BTEX \leq 50 mg/kg, GRO & DRO FRACTION (8015) \leq 500 mg/kg, TPH (418.1) \leq 2500 mg/kg, CHLORIDES \leq 1000 mg/kg

PERMANENT PIT OR BGT

BENZENE \leq 0.2 mg/kg, BTEX \leq 50 mg/kg, TPH (418.1) \leq 100 mg/kg, CHLORIDES \leq 250 mg/kg

FIELD 418.1 ANALYSIS

TIME	SAMPLE I.D.	LAB NO.	WEIGHT (g)	mL FREON	DILUTION	READING	CALC. (mg/kg)
	STD						
Pit Camp	1	1				NS	
		2					
		3					
		4					
		5					
		6					

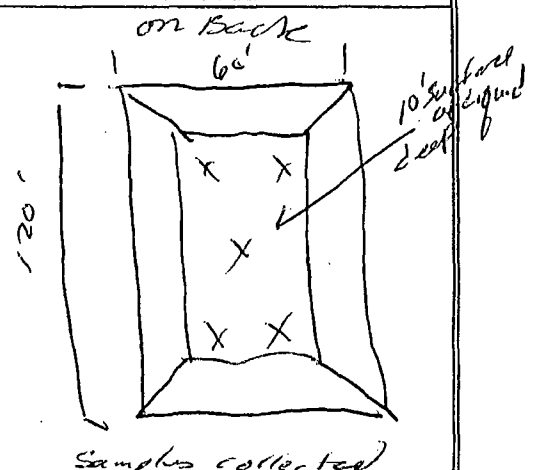
PERIMETER



FIELD CHLORIDES RESULTS

SAMPLE ID	READING	CALC. (mg/kg)

PROFILE



LAB SAMPLES

SAMPLE ID	ANALYSIS	RESULTS
1	BENZENE	
1	BTEX	
1	GRO & DRO	
1	CHLORIDES	

NOTES:

Ranking:

WORKORDER #

WHO ORDERED



**EPA METHOD 8015 Modified
Nonhalogenated Volatile Organics
Total Petroleum Hydrocarbons**

Client:	McElvain	Project #:	06039-0028
Sample ID:	Pit Comp	Date Reported:	01-03-12
Laboratory Number:	60706	Date Sampled:	12-29-11
Chain of Custody No:	13112	Date Received:	01-02-12
Sample Matrix:	Soil	Date Extracted:	01-02-12
Preservative:	Cool	Date Analyzed:	01-02-12
Condition:	Intact	Analysis Requested:	8015 TPH

Parameter	Concentration (mg/Kg)	Det. Limit (mg/Kg)
Gasoline Range (C5 - C10)	ND	0.2
Diesel Range (C10 - C28)	ND	0.1
Total Petroleum Hydrocarbons	ND	

ND - Parameter not detected at the stated detection limit.

References: Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: **Drill Pit / Lybrook #3**

Analyst

5796 US Highway 64, Farmington, NM 87401

Three Springs • 65 Mercado Street, Suite 115, Durango, CO 81301

Review

Ph (505) 632-0615 Fx (505) 632-1865

Ph (970) 259-0615 Fr (800) 362-1879





Analytical Laboratory

EPA Method 8015 Modified
Nonhalogenated Volatile Organics
Total Petroleum Hydrocarbons

Quality Assurance Report

Client:	QA/QC	Project #:	N/A
Sample ID:	01-02-12 QA/QC	Date Reported:	01-03-12
Laboratory Number:	60702	Date Sampled:	N/A
Sample Matrix:	Methylene Chloride	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	01-02-12
Condition:	N/A	Analysis Requested:	TPH

	I-Cal Date	I-Cal RF	C-Cal RF	% Difference	Accept. Range
Gasoline Range C5 - C10	40910	9.996E+02	1.000E+03	0.04%	0 - 15%
Diesel Range C10 - C28	40910	9.996E+02	1.000E+03	0.04%	0 - 15%

Blank Conc. (mg/L - mg/Kg)	Concentration	Detection Limit
Gasoline Range C5 - C10	8.32	0.2
Diesel Range C10 - C28	3.85	0.1

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Range
Gasoline Range C5 - C10	278	287	3.35%	0 - 30%
Diesel Range C10 - C28	491	490	0.12%	0 - 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept. Range
Gasoline Range C5 - C10	278	250	484	91.6%	75 - 125%
Diesel Range C10 - C28	491	250	730	98.5%	75 - 125%

ND - Parameter not detected at the stated detection limit.

References: Method 8015B, Nonhalogenated Volatile Organics, Test Methods for Evaluating Solid Waste,
SW-846, USEPA, December 1996.

Comments: QA/QC for Samples 60299, 60689-60706.

Analyst

Review

5796 US Highway 64, Farmington, NM 87401

Three Springs - 65 Mercado Street, Suite 115, Durango, CO 81301

Ph (505) 632-0615 Fx (505) 632-1865

Ph (970) 259-0615 Fr (800) 362-1879

envirotech-inc.com
laboratory@envirotech-inc.com



EPA METHOD 8021
AROMATIC VOLATILE ORGANICS

Client:	McElvain	Project #:	06039-0028
Sample ID:	Pit Comp	Date Reported:	01-03-12
Laboratory Number:	60706	Date Sampled:	12-29-11
Chain of Custody:	13112	Date Received:	01-02-12
Sample Matrix:	Soil	Date Analyzed:	01-02-12
Preservative:	Cool	Date Extracted:	01-02-12
Condition:	Intact	Analysis Requested:	BTEX
		Dilution:	10

Parameter	Concentration (ug/Kg)	Det. Limit (ug/Kg)
Benzene	ND	10.0
Toluene	20.8	10.0
Ethylbenzene	ND	10.0
p,m-Xylene	77.1	10.0
o-Xylene	14.4	10.0
Total BTEX	112	


ND - Parameter not detected at the stated detection limit.

Surrogate Recoveries:	Parameter	Percent Recovery
	Fluorobenzene	89.2 %
	1,4-difluorobenzene	91.7 %
	Bromochlorobenzene	116 %

References: Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Method 8021B, Aromatic Volatile Organics, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.

Comments: Drill Pit / Lybrook #3



Analyst



Review



EPA METHOD 8021
AROMATIC VOLATILE ORGANICS

Client:	N/A	Project #:	N/A
Sample ID:	0102BBLK QA/QC	Date Reported:	01-03-12
Laboratory Number:	60702	Date Sampled:	N/A
Sample Matrix:	Soil	Date Received:	N/A
Preservative:	N/A	Date Analyzed:	01-02-12
Condition:	N/A	Analysis:	BTEX
		Dilution:	10

Calibration and Detection Limits (ug/L)	I-Cal RF	C-Cal RF	%Diff	Blank Conc	Detect Limit
		Accept. Range 0 - 15%			
Benzene	1.9889E+007	1.9928E+007	0.2%	ND	1.0
Toluene	2.0467E+007	2.0508E+007	0.2%	ND	1.0
Ethylbenzene	1.8387E+007	1.8423E+007	0.2%	ND	1.0
p,m-Xylene	4.7047E+007	4.7142E+007	0.2%	ND	1.0
o-Xylene	1.7128E+007	1.7162E+007	0.2%	ND	1.0

Duplicate Conc. (ug/Kg)	Sample	Duplicate	%Diff	Accept Range	Detect. Limit
Benzene	47.3	49.4	4.4%	0 - 30%	10.0
Toluene	195	207	6.6%	0 - 30%	10.0
Ethylbenzene	1,570	1,640	4.4%	0 - 30%	10.0
p,m-Xylene	2,120	2,220	4.8%	0 - 30%	10.0
o-Xylene	1,130	1,200	6.2%	0 - 30%	10.0

Spike Conc. (ug/Kg)	Sample	Amount Spiked	Spiked Sample	% Recovery	Accept Range
Benzene	47.3	500	573	105%	39 - 150
Toluene	195	500	772	111%	46 - 148
Ethylbenzene	1,570	500	2,170	105%	32 - 160
p,m-Xylene	2,120	1000	3,090	99.1%	46 - 148
o-Xylene	1,130	500	1,740	107%	46 - 148

ND - Parameter not detected at the stated detection limit.

Dilution: Spike and spiked sample concentration represent a dilution proportional to sample dilution.

References: Method 5030B, Purge-and-Trap, Test Methods for Evaluating Solid Waste, SW-846, USEPA, December 1996.
Method 8021B, Aromatic and Halogenated Volatiles by Gas Chromatography Using Photolionization and/or Electrolytic Conductivity Detectors, SW-846, USEPA December 1996.

Comments: QA/QC for Samples 60299, 60702-60706.

Analyst

Review



EPA METHOD 418.1

TOTAL PETROLEUM HYDROCARBONS

Client:	McElvain	Project #:	06039-0028
Sample ID:	Pit Comp	Date Reported:	01/03/12
Laboratory Number:	60706	Date Sampled:	12/29/11
Chain of Custody No:	13112	Date Received:	01/02/12
Sample Matrix:	Soil	Date Extracted:	01/02/12
Preservative:	Cool	Date Analyzed:	01/02/12
Condition:	Intact	Analysis Needed:	TPH-418.1

Parameter	Concentration (mg/kg)	Det. Limit (mg/kg)
Total Petroleum Hydrocarbons	321	9.6

ND = Parameter not detected at the stated detection limit.

References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: Drill Pit / Lybrook #3

Analyst

5796 US Highway 64, Farmington, NM 87401

Three Springs • 65 Mercado Street, Suite 115, Durango, CO 81301

Ph (505) 632-0615 Fx (505) 632-1865

Ph (970) 259-0615 Fr (800) 362-1879

Review





EPA METHOD 418.1
Analytical Laboratory TOTAL PETROLEUM HYDROCARBONS
QUALITY ASSURANCE REPORT

Client:	QA/QC	Project #:	N/A
Sample ID:	QA/QC	Date Reported:	01/03/12
Laboratory Number:	01-02-TPH.QA/QC 60706	Date Sampled:	N/A
Sample Matrix:	Freon-113	Date Analyzed:	01/02/12
Preservative:	N/A	Date Extracted:	01/02/12
Condition:	N/A	Analysis Needed:	TPH

Calibration	I-Cal Date	C-Cal Date	I-Cal RF:	C-Cal RF:	% Difference	Accept. Range
	11-16-11	01/02/12	1,610	1,720	6.8%	+/- 10%

Blank Conc. (mg/Kg)	Concentration	Detection Limit
TPH	ND	9.6

Duplicate Conc. (mg/Kg)	Sample	Duplicate	% Difference	Accept. Range
TPH	321	385	20.0%	+/- 30%

Spike Conc. (mg/Kg)	Sample	Spike Added	Spike Result	% Recovery	Accept Range
TPH	321	2,000	1,990	85.7%	80 - 120%

ND = Parameter not detected at the stated detection limit.

References: Method 418.1, Petroleum Hydrocarbons, Total Recoverable, Chemical Analysis of Water and Waste, USEPA Storet No. 4551, 1978.

Comments: QA/QC for Samples 60706

Analyst

Review




Chloride

Client:	McElvain	Project #:	06039-0028
Sample ID:	Pit Comp	Date Reported:	01/03/12
Lab ID#:	60706	Date Sampled:	12/29/11
Sample Matrix:	Soil	Date Received:	01/02/12
Preservative:	Cool	Date Analyzed:	01/03/12
Condition:	Intact	Chain of Custody:	13112

Parameter	Concentration (mg/Kg)
Total Chloride	10

Reference: U.S.E.P.A., 4500B, "Methods for Chemical Analysis of Water and Wastes", 1983.
Standard Methods For The Examination of Water And Waste Water", 18th ed., 1992.

Comments: **Drill Pit / Lybrook #3**



Analyst
5796 US Highway 64, Farmington, NM 87401



Review
Ph (505) 632-0615 Fx (505) 632-1865
Ph (970) 259-0615 Fr (800) 362-1879

Three Springs • 65 Mercado Street, Suite 115, Durango, CO 81301



CHAIN OF CUSTODY RECORD

13112

Client: <u>McElvain</u>			Project Name / Location: <u>Drill pit / Pit Librock #3</u>			ANALYSIS / PARAMETERS														
Email results to: <u>F. Aragon</u>			Sampler Name: <u>F. Aragon / K. Peine</u>			TPH (Method 8015)	BTEX (Method 8021)	VOC (Method 8260)	RCRA 8 Metals	Cation / Anion	RCI	TCLP with H/P	CO Table 910-1	TPH (418.1)	CHLORIDE			Sample Cool	Sample Intact	
Client Phone No.:			Client No.: <u>06089-0528</u>																	
Sample No. / Identification	Sample Date	Sample Time	Lab No.	No./Volume of Containers	Preservative															
					HgCl ₂	HCl	CoCl													
<u>Pit Comp</u>	<u>12-29-11</u>	<u>10:30</u>	<u>107010</u>	<u>1-402</u>			<u>X</u>	<u>X</u>	<u>X</u>							<u>X</u>	<u>X</u>			
Relinquished by: (Signature) <u>[Signature]</u>					Date	Time	Received by: (Signature) <u>Quiana S Hammer</u>					Date	Time							
					<u>12-29-11</u>	<u>12:45</u>						<u>12-30-11</u>	<u>7:15</u>							
Relinquished by: (Signature) <u>[Signature]</u>							Received by: (Signature)													
Sample Matrix																				
Soil <input checked="" type="checkbox"/> Solid <input checked="" type="checkbox"/> Sludge <input type="checkbox"/> Aqueous <input type="checkbox"/> Other <input type="checkbox"/>																				
<input checked="" type="checkbox"/> Sample(s) dropped off after hours to secure drop off area.																				



Bondad Landfill
1500 East CR 318
Durango, CO 81301 (970) 247-0646

000346
CONSOLIDATED CONSTRUCTORS INC
PO BOX 629
FARMINGTON, NM 87499

SITE	TICKET	SCALE OPERATOR	ORIGIN
01	135265	PAULA HICKS	New Mexico
DATE IN	DATE OUT	TIME IN	TIME OUT
19 March 2012	9:41 am		
19 March 2012	9:41 am		
REFERENCE	VEHICLE	ROLL OFF	
	CONSO		

Invoice

1868690

Contract: GATE

QTY.	UNIT	DESCRIPTION	RATE	EXTENSION	FEE	TOTAL
15.00	YD	Special waste	\$16.25	\$243.75	\$15.00	\$258.75

Charge to: Consolidated 12197

Location Name & #: Lybuck # 3

Hauled by: Rel Rado

WCA Bondad Landfill
[Mailing] PO Box 215 Bloomfield NM 87413
[Physical] 1500 CR 318 Bondad, CO 81301
PH# 970.247.8295 / FX# 970.247.0636

Truck #: 1 Date: 3-19-12

Signature: Rel Rado

Hours of Operation:
Mon-Friday 8:00 AM - 4:30 PM

WARNING: Transporting any unauthorized hazardous waste to this facility for disposal is prohibited by law. Persons violating this prohibition are subject to civil and criminal prosecutions.

SIGNATURE X

NET AMOUNT
\$258.75
TENDERED
\$0.00
CHANGE
CHECK NO.

3D SERVICES

PO BOX 2651
FARMINGTON, NM
87499
505-330-4089

INVOICE**RECEIVED**

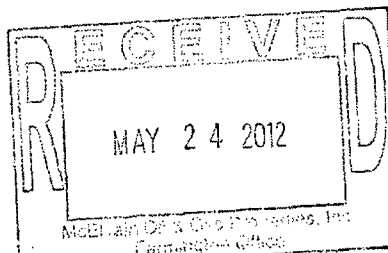
JUN 06 2012

McElvain Energy, Inc.
Denver Office

DATE	INVOICE NO.
5/22/2012	12-157

BILL TO

Mc Elvain Oil & Gas
PO Box 3610
Farmington, NM 87499



FOREMAN	TERMS	Due Date	LOCATION		
JAMES	Net 30	6/21/2012	LY BROOK #3		
DATE	ITEM	EQUIPMENT/LABOR DESCRIPTION	HRS	RATE	AMOUNT
3/17/2012	SD	Super Dump PICKED UP PIT LINER ON SATURDAY	4		
3/19/2012	SD	Super Dump TOOK PIT LINER TO DISPOSAL IN BONDADE	2		
<p>5015</p> <p>JUN 04 2012</p> <p>APPROVED: WAM</p>					
			Subtotal		
			Sales Tax (6.3125%)		
			Total		

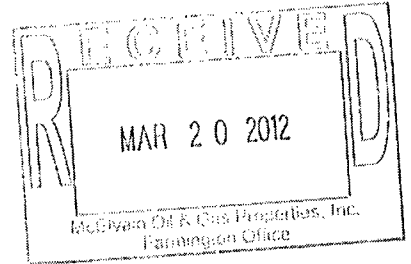
REMIT TO:

RECEIVED

MAR 30 2012

McElvain Energy, Inc.
Denver Office

Consolidated Constructors
P.O. Box 629
Farmington, NM 87499
505-326-7771



Regular Invoice

BILL TO: 000181
McElvain Oil & Gas
Properties Inc.
Attn: Bob Fielder
P.O. Box 5610
Farmington, NM 87499

SHIP TO: *SAME*

Invoice No. - 2577

Page 1 of 1
Transaction Date 03/19/12

Due Date	Proj Number	Reference	Terms
04/18/12	12197	Lybrook #3/Cleanup	Net 30 Days

Description	U/M	Quantity	Unit Price	Ext. Price
Mobilize Equipment to and from location. Pit Clean-up	LS	1.0000		2.50

75/25

ENCLOSURE/MR.

CALL 5015

MAR 20 2012

SUBTOTAL	
Sales Tax	
Freight	0.00
Other Amounts	0.00
Invoice TOTAL	
Net Invoice TOTAL	

Jan. 14, 2014

Oil Conservation Division
1000 Rio Brazos
Aztec, NM 87410

RCVD JAN 16 '14
OIL CONS. DIV.
DIST. 3

Attn: Jonathan D. Kelly

RE: Permit # 8592
Lybrook #3
30-039-30580

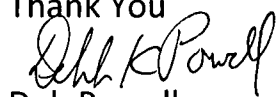
Jonathan,

Please find attached the information you requested which completes the pit closure report.

This pit closure became quite a convoluted problem as Mcelvain Energy and Encanna were in the process of negotiating the sale of the property.

If you have any other concerns please contact me.

Thank You



Deb Powell

McElvain Energy, Inc.
303-893-0933 ex 308

Debby.Powell@McElvain.com

1/14/2013

Item # 1. Siting was done as per original C-144.

Item #2. Received e-mail with Envirotech results on 1/17/12. While meeting with Brandon Powell on 1/19/12 on a different matter I showed the results to Brandon and he verbally approved the closure. I informed him that closure would be beginning as soon as possible.

Item #3. Attached

RCVD JAN 16 '14
OIL CONS. DIV.
DIST. 3

Item #4. Construction of temporary pit as per original C-144

Item #5. Closure procedure.

1. Pulled free water from pit.
2. Sampled pit contents by Envirotech. Sampling and results shown to Brandon Powell on 1/19/12
3. Cut liner at surface and hauled off liner material
4. Back filled pit using soil retained from construction of the pit.
5. Ripped pit location.
6. Did not recede location turned over to Encana before weather was conducive to reseeding.

Item #6. Did not reseed pit area prior to turning well over to Encana.

Item #7 Not applicable

Item #8. Fluid was disposed at Basin Disposal. NM-001-0005

Item #9. Restored to original as per diagram in C-144, (contours were flat) used soil retained from construction.

Item #10. Did not reseed prior to conveying operations to Encana due to weather.

1229 S. St. Francis Dr., Santa Fe, NM 87508

16	N 87°11' W	78.38 Ch.	<p>"OPERATOR CERTIFICATION" I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Robert E. Fielder</i> 10/31/2008 Signature Date</p> <p>Robert E. Fielder Printed Name</p>	
81.39 Ch.			81.25 Ch.	
	Sec.			
		36		
		Lat. 38.26831° N Long. 107.52233° W		
			<p>890'</p> <p>E9055-1</p> <p>(666.7)</p> <p>2023</p>	
N 0°05' E			N 0°34' E	
	N 87°36' W	77.66 Ch.	<p>"SURVEYOR CERTIFICATION" I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey: May 2008 Signature and Seal of Professional Surveyor: <i>William E. Mahinko</i> Certificate Number: 8466</p>	

Submit To Appropriate District Office
Two Copies
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

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

Form C-105
Revised August 1, 2011

1. WELL API NO.

30-039-30580

2. Type of Lease

☒ STATE ☐ FEE ☐ FED/INDIAN

3. State Oil & Gas Lease No. 37465

WELL COMPLETION OR RECOMPLETION REPORT AND LOG

4. Reason for filing:

☐ **COMPLETION REPORT** (Fill in boxes #1 through #31 for State and Fee wells only)

☒ **C-144 CLOSURE ATTACHMENT** (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19.15.17.13.K NMAC)

7. Type of Completion:

☒ NEW WELL ☐ WORKOVER ☐ DEEPENING ☐ PLUGBACK ☐ DIFFERENT RESERVOIR ☐ OTHER

8. Name of Operator

McElvain Energy, Inc.

9. OGRID 224044

10. Address of Operator

1050 17th St, Suite 2500, Denver, CO 70265

11. Pool name or Wildcat

Basin Mancos Gas Pool (ID # 97232)

12. Location	Unit Ltr	Section	Township	Range	Lot	Feet from the	N/S Line	Feet from the	E/W Line	County
--------------	----------	---------	----------	-------	-----	---------------	----------	---------------	----------	--------

Surface:

BH:

13. Date Spudded	14. Date T.D. Reached	15. Date Rig Released 8/28/2011	16. Date Completed (Ready to Produce)	17. Elevations (DF and RKB, RT, GR, etc.)
------------------	-----------------------	------------------------------------	---------------------------------------	--

18. Total Measured Depth of Well	19. Plug Back Measured Depth	20. Was Directional Survey Made?	21. Type Electric and Other Logs Run
----------------------------------	------------------------------	----------------------------------	--------------------------------------

22. Producing Interval(s), of this completion - Top, Bottom, Name

23. **CASING RECORD** (Report all strings set in well)

CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED

24. **LINER RECORD**

SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN

25. **TUBING RECORD**

SIZE	DEPTH SET	PACKER SET

26. Perforation record (interval, size, and number)

27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.

DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED

28. **PRODUCTION**

Date First Production	Production Method (Flowing, gas lift, pumping - Size and type pump)	Well Status (Prod. or Shut-in)
-----------------------	---	--------------------------------

Date of Test	Hours Tested	Choke Size	Prod'n For Test Period	Oil - Bbl	Gas - MCF	Water - Bbl.	Gas - Oil Ratio
--------------	--------------	------------	------------------------	-----------	-----------	--------------	-----------------

Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.	Oil Gravity - API - (Corr.)
--------------------	-----------------	-------------------------	------------	-----------	--------------	-----------------------------

29. Disposition of Gas (Sold, used for fuel, vented, etc.)	30. Test Witnessed By
--	-----------------------

31. List Attachments

32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit.

Attached

33. If an on-site burial was used at the well, report the exact location of the on-site burial:

Latitude

Longitude

NAD 1927 1983

I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief

Signature
Date 1/14/2014

Printed Deborah Powell
Name

Title Eng Tech Manager

E-mail Address DebbyP @ McElvain.com

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well and not later than 60 days after completion of closure. When submitted as a completion report, this shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 11, 12 and 26-31 shall be reported for each zone.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico		Northwestern New Mexico	
T. Anhy	T. Canyon	T. Ojo Alamo	T. Penn A"
T. Salt	T. Strawn	T. Kirtland	T. Penn. "B"
B. Salt	T. Atoka	T. Fruitland	T. Penn. "C"
T. Yates	T. Miss	T. Pictured Cliffs	T. Penn. "D"
T. 7 Rivers	T. Devonian	T. Cliff House	T. Leadville
T. Queen	T. Silurian	T. Menefee	T. Madison
T. Grayburg	T. Montoya	T. Point Lookout	T. Elbert
T. San Andres	T. Simpson	T. Mancos	T. McCracken
T. Glorieta	T. McKee	T. Gallup	T. Ignacio Otzte
T. Paddock	T. Ellenburger	Base Greenhorn	T.Granite,
T. Blinebry	T. Gr. Wash	T. Dakota	
T.Tubb	T. Delaware Sand	T. Morrison	
T. Drinkard	T. Bone Springs	T.Todilto	
T. Abo	T.	T. Entrada	
T. Wolfcamp	T.	T. Wingate	
T. Penn	T.	T. Chinle	
T. Cisco (Bough C)	T.	T. Permian	

OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....

No. 2, from.....to.....

No. 3, from.....to.....

No. 4, from.....to.....

IMPORTANT WATER SANDS

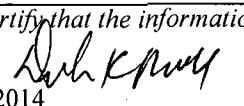
Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....
 No. 2, from.....to.....feet.....
 No. 3, from.....to.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology

From	To	Thickness In Feet	Lithology

<div>Submit To Appropriate District Office Two Copies District I 1635 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505</div>		<div>State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505</div>				<div>Form C-105 Revised August 1, 2011</div> <div>1. WELL API NO. 30-039-30580</div> <div>2. Type of Lease <input checked="" type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN</div> <div>3. State Oil & Gas Lease No. 37465</div>									
WELL COMPLETION OR RECOMPLETION REPORT AND LOG															
<div>4. Reason for filing: <input type="checkbox"/> COMPLETION REPORT (Fill in boxes #1 through #31 for State and Fee wells only) <input checked="" type="checkbox"/> C-144 CLOSURE ATTACHMENT (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19.15.17.13.K NMAC)</div>						<div>5. Lease Name or Unit Agreement Name Lybrook</div> <div>6. Well Number: 3</div>									
<div>7. Type of Completion: <input checked="" type="checkbox"/> NEW WELL <input type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER</div>															
<div>8. Name of Operator McElvain Energy, Inc.</div>						<div>9. OGRID 224044</div>									
<div>10. Address of Operator 1050 17th St, Suite 2500, Denver, CO 70265</div>						<div>11. Pool name or Wildcat Basin Mancos Gas Pool (ID # 97232)</div>									
12. Location		Unit Ltr	Section	Township	Range	Lot	Feet from the	N/S Line	Feet from the	E/W Line	County				
Surface:															
BH:															
13. Date Spudded		14. Date T.D. Reached		15. Date Rig Released 8/28/2011		16. Date Completed (Ready to Produce)			17. Elevations (DF and RKB, RT, GR, etc.)						
18. Total Measured Depth of Well				19. Plug Back Measured Depth		20. Was Directional Survey Made?			21. Type Electric and Other Logs Run						
22. Producing Interval(s), of this completion - Top, Bottom, Name															
23. CASING RECORD (Report all strings set in well)															
CASING SIZE		WEIGHT LB./FT.		DEPTH SET		HOLE SIZE		CEMENTING RECORD		AMOUNT PULLED					
24. LINER RECORD															
SIZE		TOP		BOTTOM		SACKS CEMENT		SCREEN							
25. TUBING RECORD															
SIZE		TOP		BOTTOM		SACKS CEMENT		SCREEN		PACKER SET					
26. Perforation record (interval, size, and number)						27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.									
						DEPTH INTERVAL		AMOUNT AND KIND MATERIAL USED							
28. PRODUCTION															
Date First Production			Production Method (Flowing, gas lift, pumping - Size and type pump)					Well Status (Prod. or Shut-in)							
Date of Test		Hours Tested		Choke Size		Prod'n For Test Period		Oil - Bbl		Gas - MCF		Water - Bbl.		Gas - Oil Ratio	
Flow Tubing Press.		Casing Pressure		Calculated 24-Hour Rate		Oil - Bbl.		Gas - MCF		Water - Bbl.		Oil Gravity - API - (Corr.)			
29. Disposition of Gas (Sold, used for fuel, vented, etc.)										30. Test Witnessed By					
31. List Attachments															
32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit. Attached															
33. If an on-site burial was used at the well, report the exact location of the on-site burial: <div>LatitudeLongitudeNAD 1927 1983</div>															
I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief															
Signature  Date 1/14/2014				Name Printed Deborah Powell				Title Eng Tech Manager							
E-mail Address DebbyP @ McElvain.com															

INSTRUCTIONS

This form is to be filed with the appropriate District Office of the Division not later than 20 days after the completion of any newly-drilled or deepened well and not later than 60 days after completion of closure. When submitted as a completion report, this shall be accompanied by one copy of all electrical and radio-activity logs run on the well and a summary of all special tests conducted, including drill stem tests. All depths reported shall be measured depths. In the case of directionally drilled wells, true vertical depths shall also be reported. For multiple completions, items 11, 12 and 26-31 shall be reported for each zone.

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

Southeastern New Mexico		Northwestern New Mexico	
T. Anhy	T. Canyon	T. Ojo Alamo	T. Penn A"
T. Salt	T. Strawn	T. Kirtland	T. Penn. "B"
B. Salt	T. Atoka	T. Fruitland	T. Penn. "C"
T. Yates	T. Miss	T. Pictured Cliffs	T. Penn. "D"
T. 7 Rivers	T. Devonian	T. Cliff House	T. Leadville
T. Queen	T. Silurian	T. Menefee	T. Madison
T. Grayburg	T. Montoya	T. Point Lookout	T. Elbert
T. San Andres	T. Simpson	T. Mancos	T. McCracken
T. Glorieta	T. McKee	T. Gallup	T. Ignacio Otzte
T. Paddock	T. Ellenburger	Base Greenhorn	T. Granite
T. Blinebry	T. Gr. Wash	T. Dakota	
T. Tubb	T. Delaware Sand	T. Morrison	
T. Drinkard	T. Bone Springs	T. Todilto	
T. Abo	T.	T. Entrada	
T. Wolfcamp	T.	T. Wingate	
T. Penn	T.	T. Chinle	
T. Cisco (Bough C)	T.	T. Permian	

OIL OR GAS SANDS OR ZONES

No. 1, from.....to.....

No. 3, from.....to.....

No. 2, from.....to.....

No. 4, from.....to.....

IMPORTANT WATER SANDS

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....

No. 2, from.....to.....feet.....

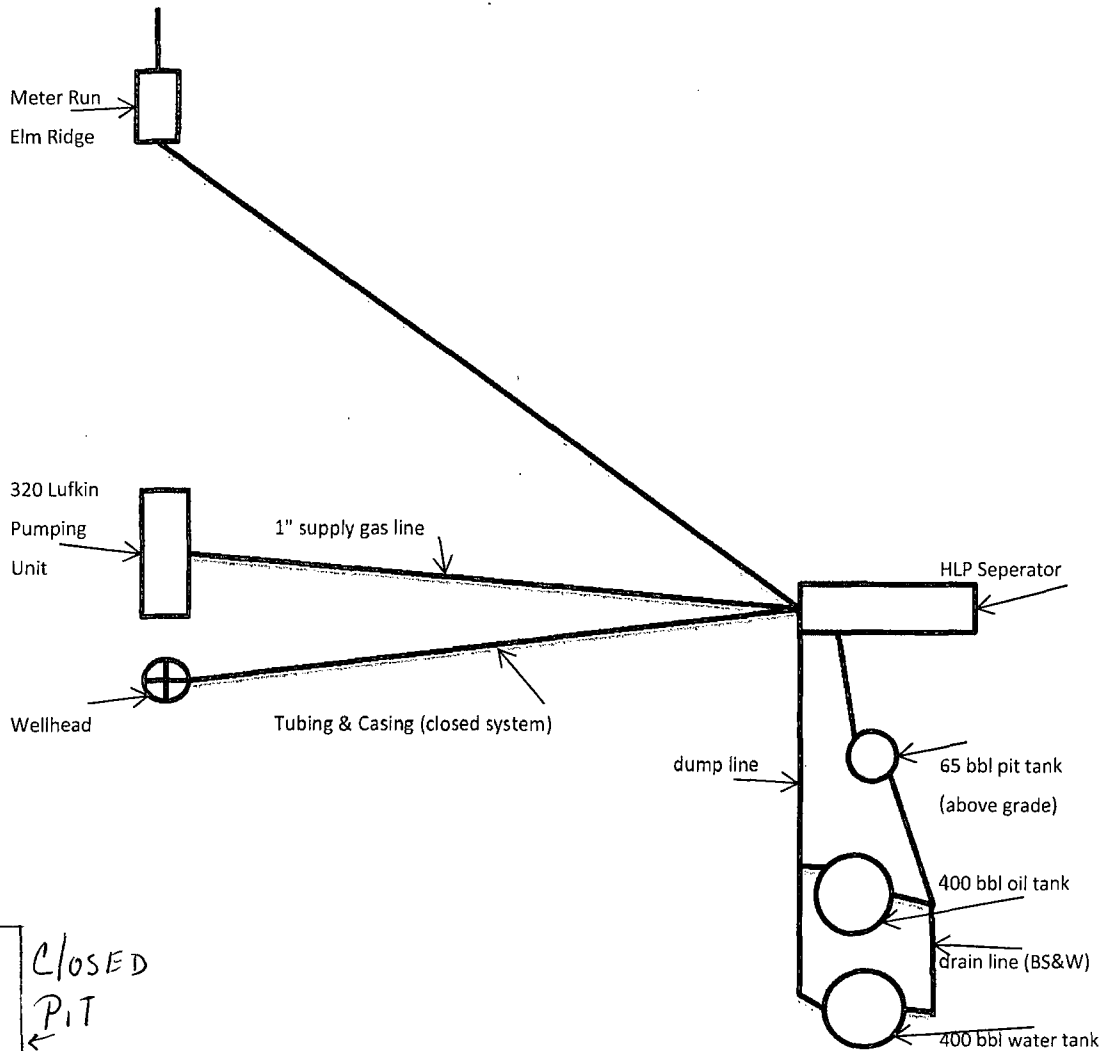
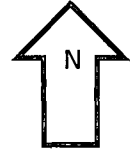
No. 3, from.....to.....feet.....

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology

From	To	Thickness In Feet	Lithology

McElvain Energy, Inc.
Lybrook #3



Lybrook #3

E-9055-19

API # 30-039-30580

2020' FSL & 890' FEL (I)

S36 T24N R7W, NMPPM

Lat 36.26631 N / Long 107.52233 W

Rio Arriba County, New Mexico

