

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

JUN 23 2014

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an old or abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other Salt Water Disposal		5. Lease Serial No. NM09867
2. Name of Operator McElvain Energy Inc.		6. If Indian, Allottee or Tribe Name
3a. Address 1040 17th St. Suite 2500, Denver, CO, 80265-2080	3b. Phone No. (include area code) 303-893-0933	7. If Unit of CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1807 FSL - 1117 FWL, Section 20, T30N, R13W, NMPM		8. Well Name and No. Big Gulp SWD No. 1
		9. API Well No. 30-045-36403 / 35043
		10. Field and Pool or Exploratory Area Mesa Verde
		11. Country or Parish, State San Juan, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input checked="" type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

McElvain Energy Inc. plans (pending partner approval) to acid stimulate and fracture treat the Big Gulp SWD #1 as follows.

1. Pull the 2 7/8 injection string.
2. Clean out any fill in the well using a 2 3/8 workstring.
3. Acidize the perforations.
4. Fracture stimulate the injection zone (Point Lookout) down the 7" casing.
5. Clean out any fill in the well.
6. Run the injection string back in the hole as originally equipped.
7. Run MIT on 7" casing.
8. Resume injection operations.

Notify NMOCD 24 hrs
prior to beginning
operations

OIL CONS. DIV DIST. 3

JUL 24 2014

During the acid job and the frac stimulation the existing maximum injection pressure of 1070 psi may be exceeded.

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

* Submit MIT results accordingly.

14. I hereby certify that the foregoing is true and correct.	
Name (Printed/Typed) William A. Merrick	Title District Engineer
Signature	Date 06/20/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by Troy Salvors	Title Petroleum Eng.	Date 7/21/2014
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.		Office FFO

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.

(Instructions on page 2)

NMOCD/A