

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OM B No. 1004-0137
Expires: March 31, 2007

APR 22 2010

5. Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

Bureau of Land Management
Farmington Field Office

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other2. Name of Operator **McElvain Oil & Gas Properties, Inc.**3a. Address
1050 17th St., Suite 1800, Denver, CO 802553b. Phone No. (include area code)
303-893-0933

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

960' FNL - 1260' FEL, Sec 20, T30N, R13W, NMPM

7. If Unit or CA/Agreement, Name and/or No.

NMMN-121467-FC

8. Well Name and No.

Reya #1

9. API Well No.

30-045-35112

10. Field and Pool, or Exploratory Area

Basin Fruitland Coal

11. County or Parish, State

San Juan, NM

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

TYPE OF SUBMISSION

- ☐ Notice of Intent
- ☒ Subsequent Report
- ☐ Final Abandonment Notice

TYPE OF ACTION

- | | | | |
|---|---|--|---|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other SPUD |
| <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 recompleat 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 recompleat 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.)

4/9/2010 - MIRU

4/12/2010- Spud well @ 8:15 am. Drilled a 12 1/4 hole to 305'.

4/13/2010 - Drilled to 503'

4/14/2010 - Drilled hole to 525'. Ran 12 JTS 8 5/8" new 24# J-55 8rd csg set @ 523'. Cmted as follows:
375 sx G cmt, 2% CaCl, 15.8 ppg, 1.17 y. Full circ thru out job. 30 bbls to surface.

4/15/2010 - Pressure test BOP, choke manifold, TIW valve, 2000 psi high 10 minutes, 250 psi low 5 minutes- each. All held. Pressure test csg 30 minutes @600 psi. Held.

RCVD APR 29 '10
OIL CONS. DIV.
DIST. 3

ACCEPTED FOR RECORD

APR 26 2010

FARMINGTON FIELD OFFICE
BY T. Salazar14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)**Deborah Powell**Title **Eng Tech Supervisor**

Signature

Date

04/19/2010

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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

Date

Office

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

B2 4/30