

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No 1004-0137
Expires July 31, 2010HOBBS OCD
JUN 15 2011

RECEIVED

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.5. Lease Serial No
M0245247

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

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

1. Type of Well

☒ Oil Well ☐ Gas-Well ☐ Other8. Well Name and No
McElvain # 62. Name of Operator
McElvain Oil & Gas Properties, Inc.9. API Well No
30-025-379483a. Address
1050 - 17th Street, Suite 2500 Denver, Colorado 802653b. Phone No (include area code)
(303) 893-0933 xtn 33010. Field and Pool or Exploratory Area
EK Delaware4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
2125' FSL & 515' FWL (NWSW) Section 25, T18S-R33E N M P M11. Country or Parish, State
Lea County, New Mexico

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

TYPE OF SUBMISSION

TYPE OF ACTION

☐ Notice of Intent☒ Acidize☐ Deepen☐ Production (Start/Resume)☐ Water Shut-Off☐ Alter Casing☒ Fracture Treat☐ Reclamation☐ Well Integrity☒ Subsequent Report☐ Casing Repair☐ New Construction☒ Recomplete☒ Other Well Rcmpltd in 1st☐ Change Plans☐ Plug and Abandon☐ Temporarily Abandon

Delaware & Commingle

☐ Final Abandonment Notice☐ Convert to Injection☐ Plug Back☐ Water Disposal

w/2nd Delaware

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 Oil & Gas Properties, Inc. recompleted the well in the 1st Delaware and then commingled this newly completed zone with the existing 2nd Delaware perforations. The well is now a commingled Delaware producer with the new 1st Delaware perms from 5,316-22' & 5,338-48' producing with the 2nd Delaware perms from 5,640-60'. The operations summary is as follows:

On 4/8/11 a service rig moved to location to start recomplete & commingle operations. Rods & Tbg were pulled, a scraper was run, a RBP was WL set @ 5,540' before testing to 3,000 psi. The 1st Delaware sand was perforated on 4/12/11 from 5,316-22' & 5,338-48' @ 2 spf. The new perms were acidized down tubing & from under a packer w/1,000 gals 15% NeFe HCl acid & ball sealers on 4/13/11. This zone was swab tested through tubing before the 1st DIwr was fracture stimulated down casing on 5/5/11 w/82.4K lbs 20/40 sand & 66,990 gals water (Max concentration = 4 ppg, frac gradient = 0.754 psi/ft). The well was swab tested for 2 days before bailing sand & removing the RBP on 5/10/11. The well was placed back on pump on 5/11/11 with the EOT @ 5,803' and a perf Sub @ 5,766. The well is now a commingled 1st Delaware sand & 2nd Delaware sand producer.

McELVAIN OIL & GAS REQUESTS THAT THE BLM HOLD ALL INFORMATION PERTAINING TO THIS WELL CONFIDENTIAL FOR THE MAXIMUM PERMISSIBLE AMOUNT OF TIME.

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)
E. Reed Fischer

Title Senior Production Engineer

Signature

Date 05/20/2011

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

JUN 5 2011

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

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD 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)

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