

HOBBS OGD

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
OIL CONSERVATION DIVISION
RECEIVED
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised August 1, 2011

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.)		WELL API NO. 30-025-40747
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator McElvain Energy, Inc.		6. State Oil & Gas Lease No. VB13890000
3. Address of Operator 1050 - 17 th Street, Suite 2500 Denver, Colorado 80265		7. Lease Name or Unit Agreement Name South Ironhouse 32 State
4. Well Location Unit Letter <u>E</u> : <u>1,780</u> feet from the <u>North</u> line and <u>225</u> feet from the <u>West</u> line Section <u>32</u> Township <u>18S</u> Range <u>35E</u> NMPM Lea County		8. Well Number 2H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,933' Ground Level		9. OGRID Number 22044
10. Pool name or Wildcat Scharb - Bone Spring		

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
 DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: Rescind Approved Drilling Permit ☒

OTHER: ☐

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McElvain Energy, Inc. (MEI) is requesting that our previously approved drilling application (Form C-101) be rescinded as of the effective date of October 23, 2012. The application was submitted on September 10, 2012, approved on September 12, 2012 and assigned API # 30-025-40747. In addition, MEI no longer needs the assigned pit permit # P1-05159 associated with the approval of our C-144 CLEZ which was submitted in conjunction with the subject drilling application.

Spud Date:

Rig Release Date:

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

SIGNATURE E. Reed Fischer TITLE Operations Manager DATE 10/24/2004

Type or print name E. Reed Fischer E-mail address: reedf@mcelvain.com PHONE: (303) 893-0933 xtn 330

For State Use Only

APPROVED BY: E. Reed Fischer TITLE Dist. Mgr. DATE 10-25-2012

Conditions of Approval (if any):

OCT 25 2012

dm