

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

HOBBS
OCT 03 2016
RECEIVED

SUNDRY NOTICES AND REPORTS ON WELLS

Carlsbad Field Office
OCD Hobbs

Well Lease Serial No.
00M116166

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

6. If Indian, Allottee or Tribe Name
7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		8. Well Name and No. EK 29 BS2 FEDERAL COM 4H ✓
2. Name of Operator MCELVAIN OIL & GAS PROP INC ✓ Contact: TONY G COOPER E-Mail: tony.cooper@mcelvain.com		9. API Well No. 30-025-42700-00-X1
3a. Address 1050 17TH STREET SUITE 1800 DENVER, CO 80265-1801	3b. Phone No. (include area code) Ph: 303-893-0933 Ext: 331	10. Field and Pool, or Exploratory E K
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 30 T18S R34E SESE 175FSL 100FEL ✓		11. County or Parish, and State LEA COUNTY, NM

12. CHECK 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 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 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 checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Change to Original A PD
	<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 shall 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 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.)

?McElvain Energy, Inc. is submitting this sundry in order to use a choke hose on H&P rig 497 instead of hard piping. The attached literature describe the hose and its capabilities. H&P has been using this hose for years. McElvain will adhere to all specifications of the hose such as bending radius, etc?we appreciate the BLM working with us on this matter.?

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #345729 verified by the BLM Well Information System
For MCELVAIN OIL & GAS PROP INC, sent to the Hobbs
Committed to AFMSS for processing by PRISCILLA PEREZ on 09/09/2016 (16PP1102SE)

Name (Printed/Typed) CHRIS CAPLIS	Title VP DRILLING AND COMPLETION
Signature (Electronic Submission)	Date 07/25/2016

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <u>MUSTAFA HAQUE</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>09/28/2016</u>
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 Hobbs

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.

**PECOS DISTRICT
CONDITIONS OF APPROVAL**

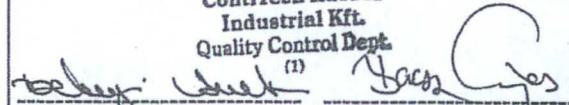
OPERATOR'S NAME:	McElvain Energy, Inc.
LEASE NO.:	NMNM116166
WELL NAME & NO.:	EK 29 Federal BS2 Com 4H
SURFACE HOLE FOOTAGE:	175'/S & 100'/E
BOTTOM HOLE FOOTAGE	330'/N & 656'/W SEC. 29
LOCATION:	Section 30, T.18 S., R.34 E., NMPM
COUNTY:	Lea County, New Mexico

All previous COAs still apply except for the following:

A. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. **Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.** If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

MHH 09282016

QUALITY CONTROL INSPECTION AND TEST CERTIFICATE				CERT. N°: 1597	
PURCHASER: ContiTech Beattie Co.			P.O. N°: 006227		
CONTITECH ORDER N°: 531895		HOSE TYPE: 3" ID Choke and Kill Hose			
HOSE SERIAL N°: 63391		NOMINAL / ACTUAL LENGTH: 10,67 m / 10,75 m			
W.P. 68,9 MPa 10000 psi		T.P. 103,4 MPa 15000 psi		Duration: 60 min.	
<p>Pressure test with water at ambient temperature</p> <p style="text-align: center;">See attachment. (1 page)</p> <p>↑ 10 mm = 10 Min. → 10 mm = 20 MPa</p>					
COUPLINGS Type		Serial N°		Quality	
3" coupling with		2152 2154		AISI 4130	
4 1/16" 10K API Flange end				AISI 4130	
NOT DESIGNED FOR WELL TESTING				API Spec 16 C	
				Temperature rate:"B"	
All metal parts are flawless					
WE CERTIFY THAT THE ABOVE HOSE HAS BEEN MANUFACTURED IN ACCORDANCE WITH THE TERMS OF THE ORDER INSPECTED AND PRESSURE TESTED AS ABOVE WITH SATISFACTORY RESULT.					
STATEMENT OF CONFORMITY: We hereby certify that the above items/equipment supplied by us are in conformity with the terms, conditions and specifications of the above Purchaser Order and that these items/equipment were fabricated inspected and tested in accordance with the referenced standards, codes and specifications and meet the relevant acceptance criteria and design requirements.					
COUNTRY OF ORIGIN HUNGARY/EU					
Date: 27. August 2012.		Inspector		Quality Control	
				ContiTech Rubber Industrial Kft. Quality Control Dept. (1) 	

Yach
 ContiTech Rubber
 Industrial Kft.
 Quality Control Dept.
 (1)

