

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Hobbs

RECEIVED  
DEC 11 2009  
HOBBSONFORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

## 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.

**SUBMIT IN TRIPLICATE- Other instructions on reverse side.**1. Type of Well  
☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator McElvain Oil &amp; Gas Properties, Inc.

3a. Address  
1050 - 17th Street, Suite 1800 Denver, Colorado 802653b. Phone No. (include area code)  
303-893-09334. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
2240' FSL & 990' FWL (NWSW) Section 31, T18S-R34E

5. Lease Serial No.

LC-069457

6. If Indian, Allocated or Tribe Name  
na7. If Unit or CA/Agreement, Name and/or No.  
na8. Well Name and No.  
McElvain # 109. API Well No.  
30-025-3952010. Field and Pool, or Exploratory Area  
EK - Bone Spring11. County or Parish, State  
Lea County, New Mexico

## 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 checked="" type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Change Location
	<input checked="" type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Size from that
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	approved in APD

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.)

McElvain Oil & Gas Properties, Inc. is requesting permission to amend our location size from the September 12, 2008 approved APD. Our approved, non-rectangular location assumed a 265' east-west x 190' north-south drill pad plus a 120' east-west x 165' north-south reserve pit, plus an additional 25' x 95' pipe basket area adjoining the SE corner of the pit plus a 40'x30' stinger area off the V-Door side of the rig (Approved location size totaled 73,725 ft<sup>2</sup>). After locating a suitable drilling rig (Silver Oak Drilling Rig # 9) and deciding on a closed loop drilling mud system, the newly requested rectangular location size is 300' east-west x 270' north-south (Requested location size totaling 81,000 ft<sup>2</sup>).

The slightly larger and more rectangular location is necessary to accommodate the actual drilling rig that will be utilized, to facilitate a closed loop drilling mud system and to avoid encroachment upon a sand dune complex northwest of the centerstake, in what would have been the former reserve pit area. There has been, nor will be, any movement of the center-stake.

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

E. Reed Fischer

Title Senior Operations Engineer

Signature

Date

12/11/2009

## 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 FDM

Date

12-9-09

Office

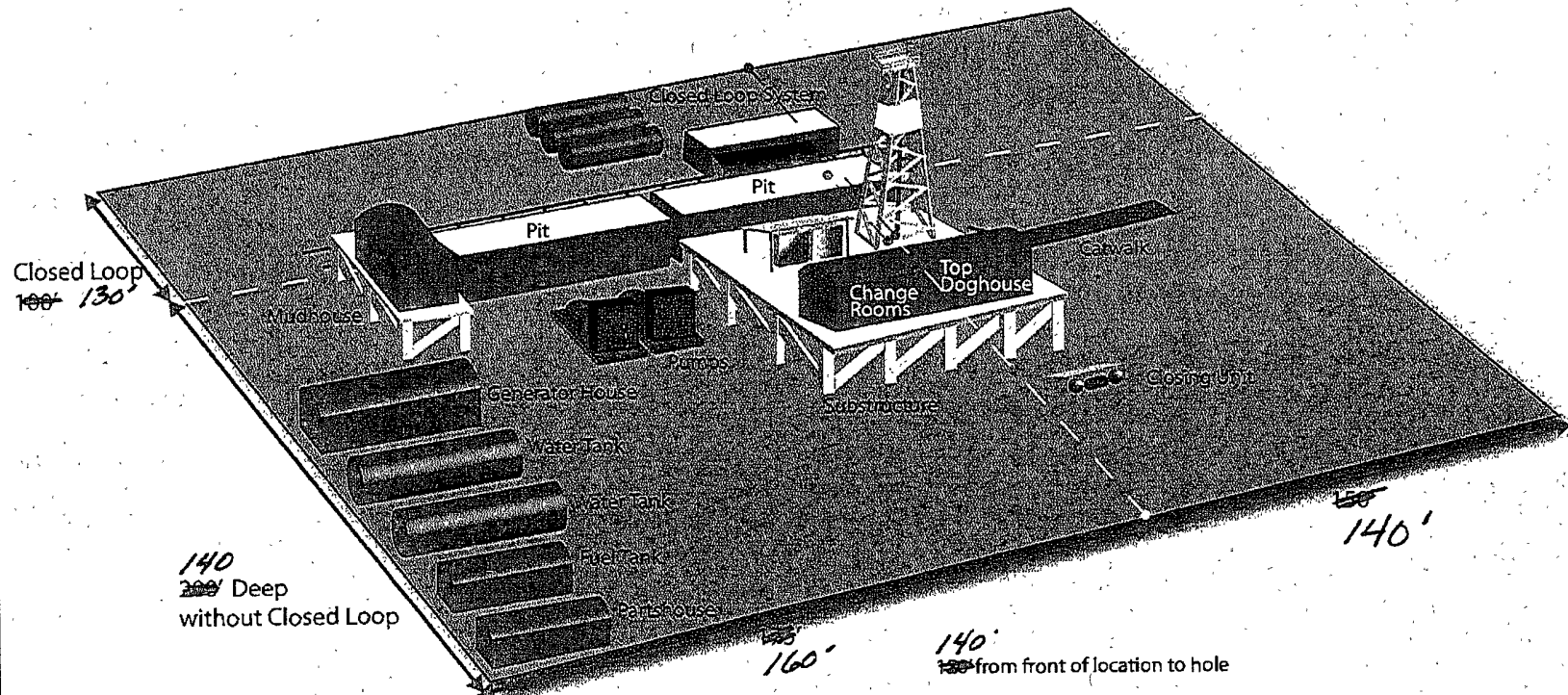
CARLSBAD FIELD OFFICE

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)

# Location Layout

Rig #9



Location size without Closed Loop System  
200' Deep X 325' Wide

Location size with Closed Loop System  
270' Deep X 300' Wide

Silver Oak Drilling ~ 10 Blico Road, Artesia, NM 88210 ~ 575-746-4405  
info@silveroakdrilling.com ~ www.silveroakdrilling.com

