

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised March 25, 1999

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

WELL API NO. 30-005-63643
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.

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.)

1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	7. Lease Name or Unit Agreement Name: Tanner Fee Com #1
2. Name of Operator McKay Oil Corporation	8. Well No. #1
3. Address of Operator P.O. Box 2014 Roswell, NM 88202-2014	9. Pool name or Wildcat ABO
4. Well Location Unit Letter <u>E</u> : <u>2310'</u> feet from the <u>NORTH</u> line and <u>660'</u> Feet from the <u>West</u> line Section <u>35</u> Township <u>6S</u> Range <u>22E</u> NMPM <u>Chaves</u> County	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 4155'	

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input checked="" type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: <input type="checkbox"/>

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

MCKAY OIL CORPORATION cemented surface casing of 8 5/8" K-55 24# to 1020' with 150 sks of Scavenger 11.23 and 480 sks Key lite C and 200 SKS c 3% CACL on the Tanner Fee Com #1 on Sunday, June 27, 2004. Casing was pressure tested to 4,400lbs.

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

SIGNATURE April D. McKay TITLE VICE PRESIDENT DATE 6/28/04

April D. McKay Telephone No. 505-623-4735
(This space for State use)

FOR RECORDS ONLY

APPROVED BY _____ TITLE _____ DATE JUN 07 2004
Conditions of approval, if any: