

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTN.M. Oil Cons. DIV-Dist. 2  
1301 W. Grand Avenue  
Artesia, NM 88210FORM APPROVED  
OMB No. 1004-0135  
Expires July 31, 1996

## 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

MCKAY OIL CORPORATION

JAN 14 2008

OCD-ARTESIA

3a. Address

P.O. BOX 2014 ROSWELL, NM 88202-2014

3b. Phone No. (include area code)

505-623-4735

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

660' FNL &amp; 1780' FWL, SEC 22, T6S, R22E

5. Lease Serial No.

NM-36194

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

South Four Mile Draw Fed #1

9. API Well No.

30-005-62309

10. Field and Pool, or Exploratory Area

WEST PECOS ABO SLOPE

11. County or Parish, State

CHAVES COUNTY, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input checked="" type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" 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	<u>Resume Production</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Described 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.)

1/4/08, McKay Oil Corporation put back online to resume production S4MD Fed #1. Well was shut-in on 5/21/07, per NM Energy, Minerals and Natural Resources Dept., so that McKay Oil could produce new horizontal well located in unorthodox Abo gas well location.

NM Energy, Minerals and Natural Resources OCD Division, approved (1/3/08) McKay's request for the following amendment: Pursuant to Division Rule 104 D(3), West Pecos Slope-Abo Gas Pool [specific locations], may produce additional wells within spacing units from 660' to 330', up to four wells per spacing unit.

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

Name (Printed/Typed)

CAROL SHANKS

Title

PRODUCTION ANALYST

Signature

Date

01/04/08

## ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

/S/ DAVID R. GLASS

Title

Date

Conditions of approval: any. 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

DAVID R. GLASS

PETROLEUM ENGINEER

Title 18 U.S.C. § 1001 - Whoever knowingly and willfully makes to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.