

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

Form C-103  
Revised August 1, 2011

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

WELL API NO. 30-045-35349
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Property Name: McKay
8. Well Number 1R
9. OGRID Number 10715
10. Pool name or Wildcat Basin Fruitland Coal, Aztec Pictured Cliffs

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 ☐ Gas Well ☒ Other

2. Name of Operator  
McKay Oil and Gas, LLC

3. Address of Operator  
P.O. Box 14738 Albuquerque, NM 87191-4738

4. Well Location  
Unit Letter N : 381 feet from the South line and 2,255 feet from the West line  
Section 19 Township 29N Range 10W NMPM San Juan County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
5,465 feet GR

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 ☐ OIL CONS. DIV DIST. 3

OTHER: Extension of Application for Permit to Drill ☒

OTHER:

OCT 23 2014 ☐

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.

McKay Oil and Gas, LLC (McKay) is respectfully requesting an additional 1-year extension of the approved Application for Permit to Drill (APD) McKay 1R Basin Fruitland Coal and Aztec Pictured Cliffs Gas Well. McKay's request for APD extension and delay of drilling this gas well is due to current economic conditions, specifically low natural gas prices. Attached for your information are pages 1 through 4 of the approved APD McKay 1R Well.

*Final APD Extension (1) year to 1-26-2016*

Spud Date:

Rig Release Date:

*Comply with APD conditions*

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

SIGNATURE:

*Frank Welker*

TITLE: Petroleum Engineer

DATE: 10-21-2014

Type or print name: Frank Welker

E-mail address: frank@mckayoilandgas.com

PHONE: 505.296.5508

For State Use Only

APPROVED BY:

*Charles*

TITLE

SUPERVISOR DISTRICT # 3

DATE OCT 30 2014

Conditions of Approval (if any):

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