

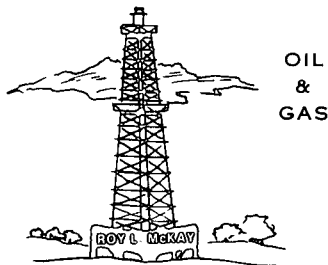
Release Date: March 31, 1988

By DMC

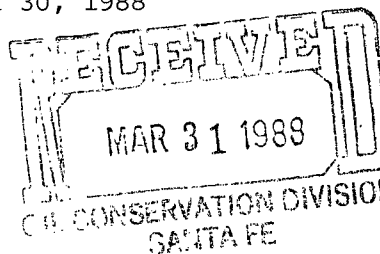
McKay Oil Corporation

ROY L. MCKAY, PRESIDENT

HOME OFFICE, P.O. BOX 2014 ROSWELL, N.M. 88202 • TELEPHONE 505/623-4735



March 30, 1988



Oil Conservation Division
New Mexico State Land Office
P.O. Box 2088
Santa Fe, New Mexico 87501

Attention: Dave Catanach

Re: Berry State Com. No. 1
NE/4 Sec. 29-6S-22E
W. Pecos Slope Abo
Chaves County, N.M.

NSL-2507
RULE-104F(2)
Undesignated West
Pecos Slope Abo Gas Pool
160 Acre d. NE/4
Section 29

Mr. Catanach,

McKay Oil Corporation desires to drill a State lease well in the NE/4, Section 29, Township 6 South, Range 22 East, NMPM. (See Attachment 'A') Due to topography and geological problems, McKay Oil requests an unorthodox location.

The well was originally staked at 660' FNL and 1980' FEL. Due to the topography surrounding this location, proposed location was moved to the North.

The Northwest quarter of this quarter section was chosen because of geological data on wells to the North and East. Not much is known to the South and West. Therefore, it is our opinion that this location would be the only economical and productive location to drill. (See Attachment 'C')

All minerals surrounding this proration unit are leased to McKay Oil Corporation or will be communitized within the proration unit.

Therefore, McKay Oil requests that the O.C.D. approve the unorthodox location at 385' FNL and 1980' FEL, Section 29, Township 6 South, Range 22 East, NMPM.

McKay Oil Corporation would request and appreciate your immediate attention to this matter. Thank you for your cooperation and assistance.

Sincerely,

Terry W. Franklin

Terry W. Franklin
McKay Oil Corporation

