

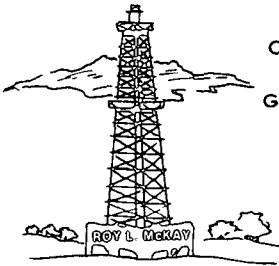
# McKay Oil Corporation

ROY L. MCKAY, PRESIDENT

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

(DFW) OFFICE FIRST CITY TOWER, SUITE 590

201 E. ABRAM, ARLINGTON, TX 76010 817-265-5515

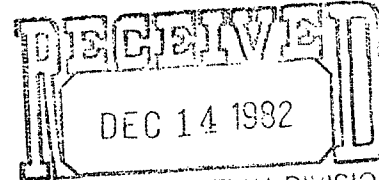


OIL  
&  
GAS

*NSL 1645  
Rule 104F  
1760 Geo S  
Times up  
Immediate*

December 13, 1982

Mr. Joe D. Ramey  
Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501



Re: Well Location NE/4 Section 10,  
T-7-S, R-26-E, N.M.P.M.

Dear Sir:

McKay Oil Corporation desires to drill a federal lease in the NE/4 of Section 10, Township 7 South, Range 26 East, N.M.P.M. (see attachment 1). Due to topography and certain other obstacles, we are requesting an unorthodox location.

The well was originally staked at 1,980 feet from the North and East lines. This location and the two southern spacing units were disallowed by Cheryl Roy of the B.L.M., due to surface drainage and a dirt stock tank (see attachment 2).

The northwest spacing unit is on a 40 acre lease owned by Mesa Petroleum of Amarillo, Texas, who we will probably force pool. Therefore, this unit was unfeasible to McKay Oil.

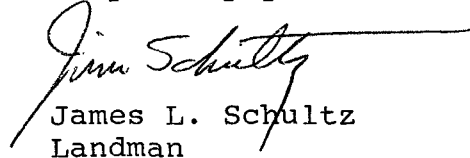
The northeast spacing unit was considered, but the Hanagan Federal A #1 well in the NW/4 of Section 11, Township 7 South, Range 26 East, N.M.P.M. is very poor, according to the operator, Stevens Oil Company of Roswell, New Mexico (see attachment 1 and enclosed log). Geology advises that the location should be as close to production as possible, which is south and west of this particular acreage (see attachment 1 and enclosed logs).

Therefore, McKay Oil requests O.C.C. approval of an unorthodox location located at 1,780 feet from the North line and 2,280 feet from the East line, which has been approved by the BLM and the New Mexico Archological Services (see attachment 3). All operators of proration and spacing units offsetting the unit have been notified by telephone and certified mail (see attachment 4).

Oil Conservation Commission  
December 13, 1982  
Page 2

McKay Oil would request and appreciate your immediate attention to this matter, since we are working under a 60 day extension of this lease which expires March 4, 1983. Should you have any questions or if I can be of any further assistance as to this matter, please do not hesitate to contact me at the above address or phone number. Thank you.

Very truly yours,

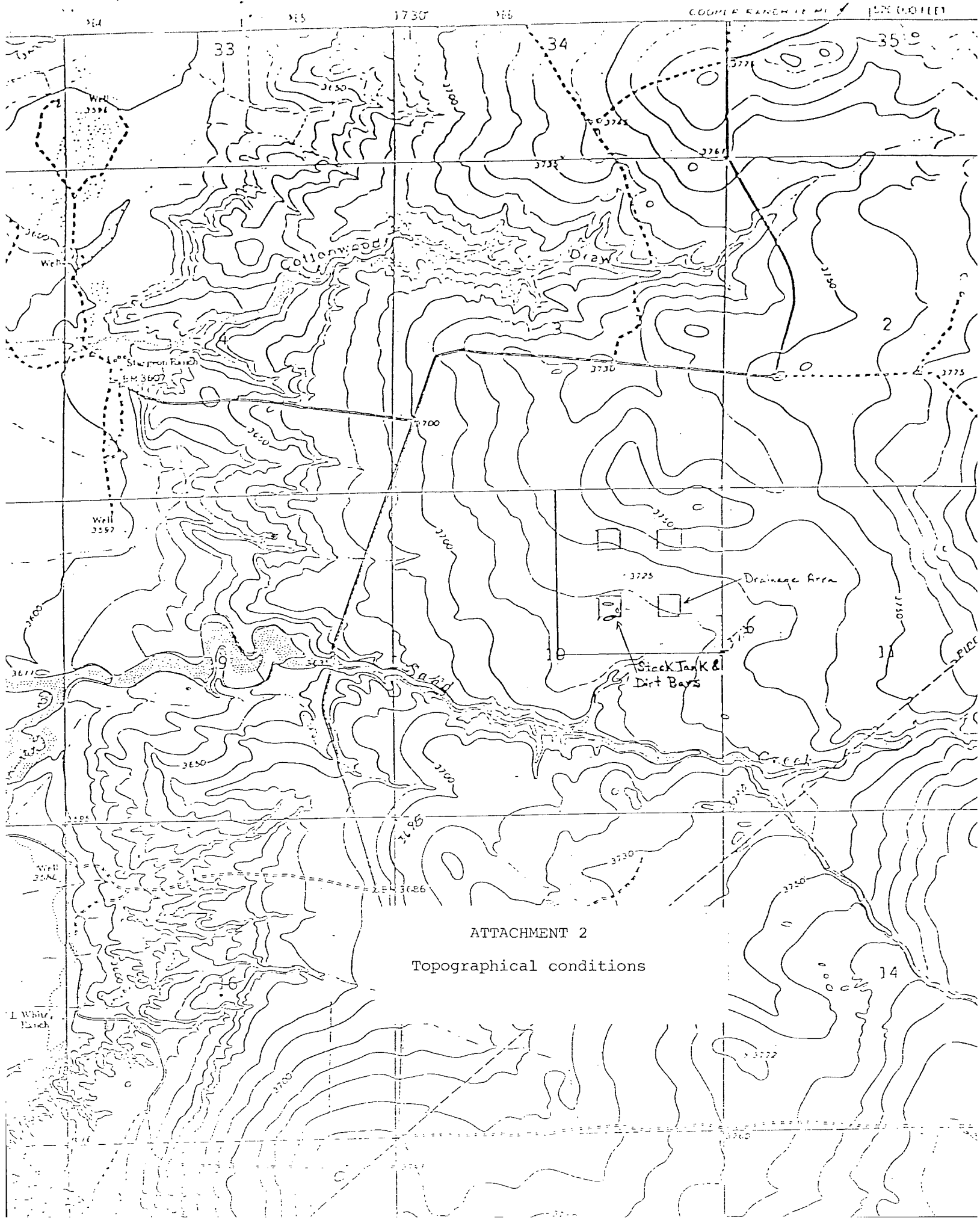


James L. Schultz  
Landman

Attachments

JLS:klo

## Plat of Area, Offsets and Operators



All distances must be from the outer boundaries of the Section.

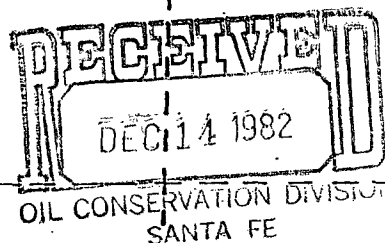
McKay Oil Corp		Lease		Well No.	
Letter G	Section 10	Township 7 South	Range 26 East	County Chaves	
Well Location of Well:					
1780		North		2280	
feet from the		line and		feet from the	
and Level Elev.		Producing Formation		Pool	
3720				Dedicated Acres	

- Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.
- If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
- If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation \_\_\_\_\_

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) \_\_\_\_\_

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, force-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.



1780'

2280'

ATTACHMENT 3

Plat of Well location

Sec. 10, T.7 S., R.26 E., N.M.P.M.

#### CERTIFICATION

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

Name \_\_\_\_\_

Position \_\_\_\_\_

Company \_\_\_\_\_

Date \_\_\_\_\_

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed December 1, 1982  
Registered Professional Engineer and/or Land Surveyor  
John D. Jaques, P.E. & L.S.  
Professional Engineer

Return of Certified mail to the  
Operators of offsets

PS Form 3811, Dec. 1980

RETURN RECEIPT, REGISTERED, INSURED AND CERTIFIED MAIL

1. The following service is requested (check one):  
☒ Show to whom and date delivered .....  
☐ Show to whom, date, and address of delivery .....  
☐ RESTRICTED DELIVERY  
 (The restricted delivery fee is charged in addition to the return receipt fee.)

2. TOTAL \$

3. ARTICLE ADDRESSED TO:  
 Fred Pool Operating Company  
 114 East Fourth Street  
 Roswell, New Mexico 88201

4. TYPE OF SERVICE:  
☐ REGISTERED ☐ INSURED  
☒ CERTIFIED ☐ COD  
☐ EXPRESS MAIL  
 ARTICLE NUMBER 3652385

(Always obtain signature of addressee or agent)

I have received the article described above.  
 SIGNATURE ☐ Addressee ☐ Authorized agent  
*Shelly Beckley*

5. DATE OF DELIVERY  
 1/5-10-88

6. ADDRESSEE'S ADDRESS (Only if required)

7. UNABLE TO DELIVER BECAUSE:

DEC 10 1988  
 TELE. ROOMS  
 114 EAST 4TH ST  
 ROSWELL, NM 88201

UNITED STATES POSTAL SERVICE  
OFFICIAL BUSINESS

## SENDER INSTRUCTIONS

- Print your name, address, and ZIP Code in the space below.
- Complete items 1, 2, 3, and 4 on the reverse.
  - Attach to front of article if space permits, otherwise affix to back of article.
  - Endorse article "Return Receipt Requested" adjacent to number.

PENALTY FOR PRIVATE  
USE TO AVOID PAYMENT  
OF POSTAGE, \$300



RETURN  
TO



McKay Oil Corporation  
(Name of Sender)

P.O. Box 2014  
(Street or P.O. Box)

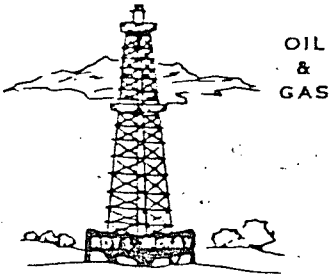
Roswell, New Mexico 88201  
(City, State, and ZIP Code)

# Royal Exploration, Inc.

ROY L. MCKAY, PRESIDENT

POST OFFICE BOX 2014 • TELEPHONE 505/623-4735

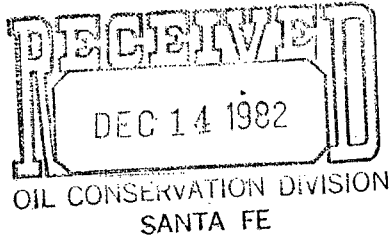
ROSWELL, NEW MEXICO 88202



December 8, 1982

Fred Pool Operating Company  
114 East Fourth Street  
Roswell, New Mexico 88201

Attention: John Klee



Re: McKay Penzoil Fed. #1  
1780' FNL - 2280' FEL  
Sec. 10, T-7S, R-26E, NMPM

Dear Sir:

This letter is to notify you that McKay Oil Corp. is filing for an unorthodox location as to the above named and located well. If your company has any objections to this, you should notify Joe Ramey of the O.C.C. in Santa Fe, New Mexico within the next 20 days.

Should you have any questions as to this matter, please contact me at the above address or telephone number. Thank you.

Very truly yours,

James L. Schultz  
Landman

cc:  
Mesa Petroleum  
O.C.C.

# ATTACHMENT 4

Return of Certified mail to the  
Operators of offsets

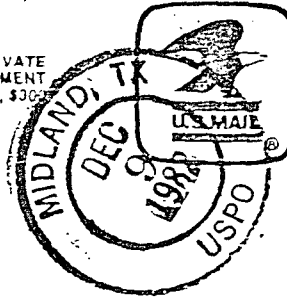
## UNITED STATES POSTAL SERVICE OFFICIAL BUSINESS

### SENDER INSTRUCTIONS

Print your name, address, and ZIP Code in the space below.

- Complete Items 1, 2, 3, and 4 on the reverse.
- Attach to front of article if space permits, otherwise affix to back of article.
- Endorse article "Return Receipt Requested" adjacent to number.

PENALTY FOR PRIVATE  
USE TO AVOID PAYMENT  
OF POSTAGE, \$300



RETURN  
TO

McKay Oil Corporation

(Name of Sender)

P.O. Box 2014

(Street or P.O. Box)

Roswell, New Mexico 88201

(City, State, and ZIP Code)

PS Form 3811, Dec. 1980

**RETURN RECEIPT, REGISTERED, INSURED AND CERTIFIED MAIL**

1. **SENDER:** Complete Items 1, 2, 3, and 4. Add your address in the "RETURN TO" space on reverse.

(CONSULT POSTMASTER FOR FEES)

1. The following service is requested (check one).  
☒ Show to whom and date delivered .....  
☐ Show to whom, date, and address of delivery .....  
☐ RESTRICTED DELIVERY  
 (The restricted delivery fee is charged in addition to the return receipt fee.)

TOTAL \$

2. **ARTICLE ADDRESSED TO:**  
 Mesa Petroleum Company  
 Suite 1000 Vaughn Bldg.  
 Midland, Texas 79701

4. **TYPE OF SERVICE:** **ARTICLE NUMBER**  
☐ REGISTERED ☐ INSURED  
☐ CERTIFIED ☐ COD 3642384  
☐ EXPRESS MAIL

(Always obtain signature of addressee or agent)

I have received the article described above.  
**SIGNATURE** ☐ Addressee ☐ Authorized agent

5. **DATE OF DELIVERY**  
 DEC 9 1982

6. **ADDRESSEE'S ADDRESS (Only if requested)**

7. **UNABLE TO DELIVER BECAUSE:**  
 7a. EMPLOYEE'S INITIALS  
 7b. OTHER INITIALS



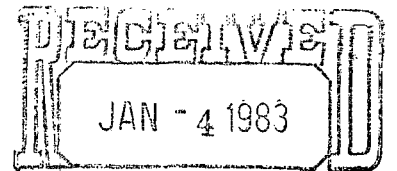
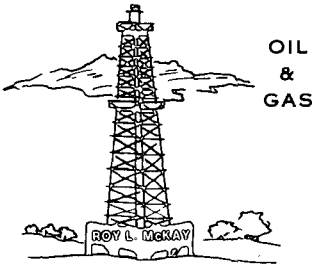
*McKay Oil Corporation*

ROY L. MCKAY, PRESIDENT

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

(DFW) OFFICE FIRST CITY TOWER, SUITE 590

201 E. ABRAM, ARLINGTON, TX 76010 817-265-5515



OIL CONSERVATION DIVISION

SANTA FE

December 30, 1982

Energy and Minerals Dept.  
Oil Conservation Division  
State Land Office Bldg.  
P.O. Box 2088  
Santa Fe, New Mexico 87501

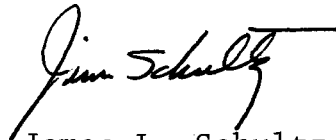
Re: Application for Non-Standard  
Location: NE $\frac{1}{4}$  Sec.10 T-7S, R-26E  
Chaves County, NM

Dear Mr. Stamets:

Enclosed please find a plat which more fully identifies the topography of the SW $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 10. The plat includes the stock tank and the drainage problem which presents the necessity for the non-standard location.

I hope that this plat will be sufficient for your needs and an approval for our request. Should you have any questions as to this plat or if I may be of any further assistance, please do not hesitate to contact me at the above number. Thank you.

Sincerely yours,

  
James L. Schultz





STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

BRUCE KING  
GOVERNOR  
LARRY KEHOE  
SECRETARY

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2434

—McKay Oil Corporation  
P.O. Box 2014  
Roswell, NM 88202

Re: Application for Non-Standard  
Location: NE/4 Sec. 10-T-7S  
R-26-E, Chaves County, New Mexico

We may not process the subject application for non-standard location until the required information or plats checked below (is)(are) submitted.

- ☐ A plat must be submitted clearly showing the ownership of the offsetting leases.
- ☐ A statement must be submitted that offset owners have been notified of the application by certified mail.
- ☒ A plat must be submitted fully identifying the topography necessitating the non-standard location. Please submit a more detailed plat of the SW/4 NE/4 showing the stock tank, drainage, and any other topographic feature preventing a standard location.
- ☐ Other:

Very truly yours,

R. L. STAMETS  
Technical Support Chief

RLS/dr