

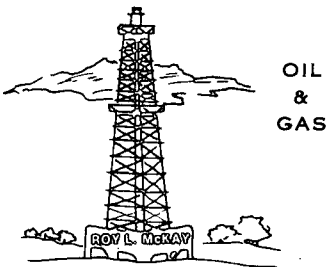
## McKay Oil Corporation

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

N/S-2284  
RULE-104 F(I)

August 25, 1986

South Four Mile Draw Federal No. 3

West Pecos Slope Abo Gas Pool

160 acres ded.

NW 1/4, Section 24

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

Attention: Dave Catanach

RE: Well Location  
NW/4 Sec. 24-6S-22E  
Chaves County, New Mexico

Gentlemen:

McKay Oil Corporation desires to drill a Federal lease in the NW/4 of Section 24, Township 6 South, Range 22 East, NMPM. (See Attachment "A") Due to topography and geological problems, McKay Oil is requesting an unorthodox location.

The well was originally staked at 1980' feet from the North line and 1980' feet from the West line. Due to the terrain, the BLM would not approve this location. (See Attachment "B")

The southeastern quarter of this quarter section was chosen because of geological data on wells to the South and East. Not much is know about the area to the North 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. (See Attachment "A")

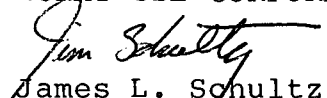
Therefore, McKay Oil requests that the O.C.D. approve the unorthodox location located at 1413' feet from the West line and 1166' feet from the North line Section 24, Township 6 South, Range 22 East, NMPM, which has been approved by the BLM and the Eastern New Mexico Archological Service.

page 2 of 2  
O.C.D.  
August 25, 1986

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

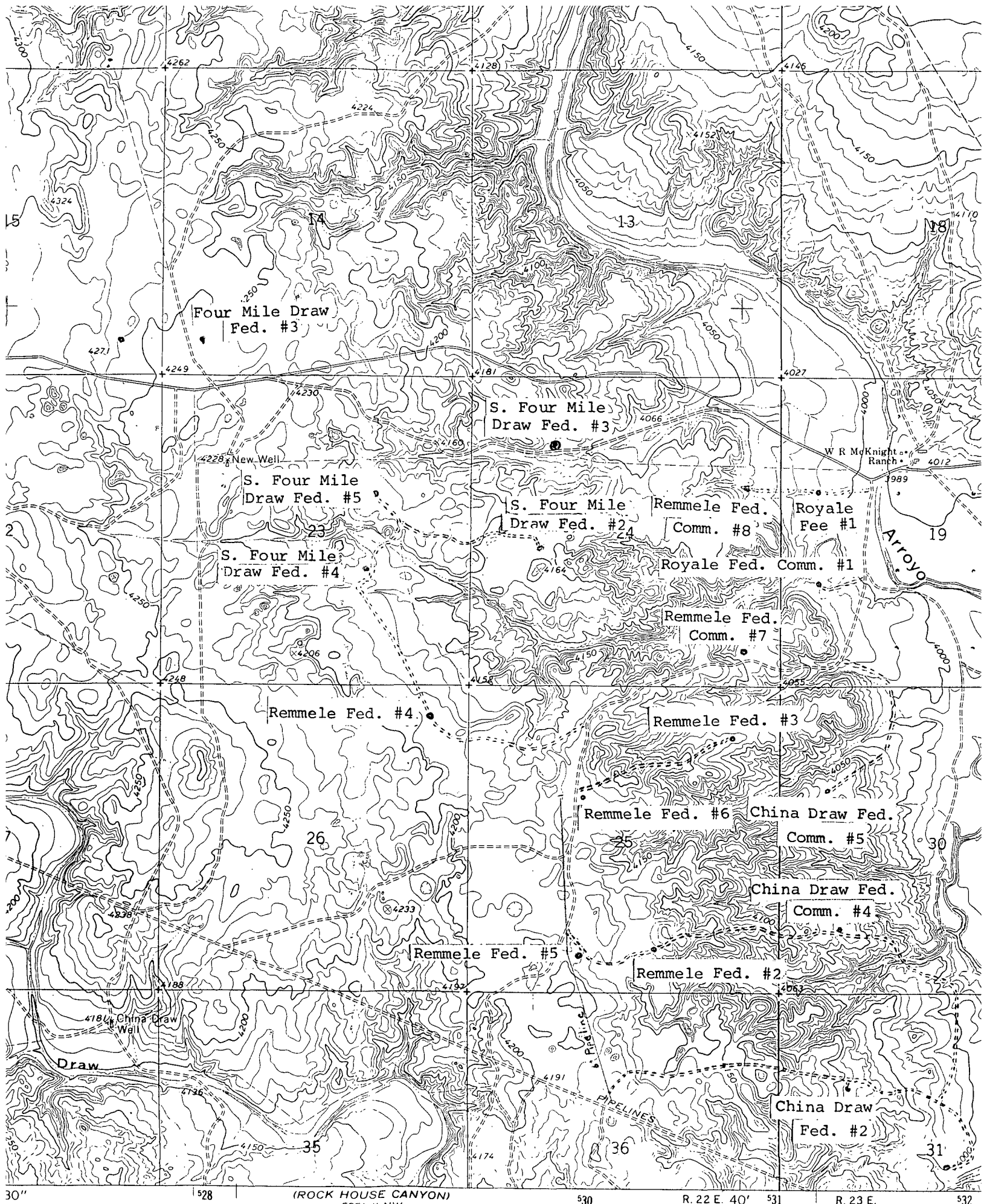
Very truly yours,

McKAY OIL CORPORATION

  
James L. Schultz  
Contracts & Land

Attachements





(ROCK HOUSE CANYON)  
5051 II NW

SCALE 1:24000

Attachment B

36193

36192

32323

14

13

18

"Rumelle Draw-Fed."

U.S.

U.S.

McKay Oil  
Memorial Expl. et al

5.1.91  
36194

McKay Oil  
Memorial Expl. et al

5.1.91  
36194

McKay Oil

Memorial  
Expl. et al

5.1.91  
36195

Memorial Expl.  
McKay Oil, et al

HBP  
32324

23

24

19

Mesa  
Y.M.T.S. V2  
89.11.26.82

Ruby  
Kennon  
Ray

UP-304

Ruby  
Kennon  
Ray

UP-304

McKay Oil  
Memorial Expl.

5.1.91  
36195

McKay Oil  
(Memorial Expl. et al)

5.1.91  
36195

McKay Oil  
Memorial Expl. et al

11.1.88  
U.S. 32351

Memorial Expl.  
McKay Oil, et al

11.1.88  
32325

McKay Oil  
Trans-  
west'n  
Gas, et al

5.1.91  
36195

Stevens Oil  
Mitchell Ener. et al

Rio Petro, et al 3125%

3.27.86  
26

25

30

"Remmele-Fed."

(McKay Oil)  
Memorial Expl. et al

5.1.91  
36195

(McKay Oil)  
Memorial Expl. et al

5.1.91  
36195

Stevens Oil  
Mitchell Ener. et al

Rio Petro, et al 3125%

3.27.86  
26

(McKay Oil)  
Memorial Expl. et al

5.1.91  
36195

J.M.  
McKnight  
et al

Q4  
McKay  
China  
Draw  
Co. n

Memorial Expl.  
McKay Oil, et al

11.1.88  
32325

31

McKay Oil  
Memorial Expl. et al

5.1.91  
36196

Gladys  
E.J.M.  
McKnight  
et al

Q4  
0

Stevens Oper.  
McKnight  
TO 3161

"China Draw-St."

State

"China Draw-Fed."

U.S.

