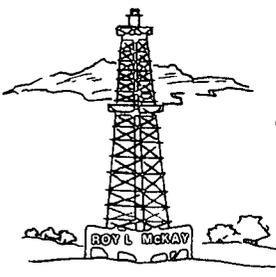


Release Immediate  
No Effects  
1-15-87

By DC

# 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

January 9, 1987

NSL-2308  
RULE-104F(E)

West Pecos Slope Abu Guro  
Pool  
No awarded.  
NW/4 Sec 14

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

Attention: Dave Catanach

Re: Four Mile Draw Federal #5  
NW/4, Sec. 14, T6S, R22E  
Chaves County, N.M.

Gentlemen:

McKay Oil Corporation requests an approval for an unorthodox location in the NW/4, Section 14, Township 6 South, Range 22 East, NMPM. (See Attachment 'A') Due to topography and geological problems, McKay Oil is requesting an unorthodox status.

The well was originally staked 1980 feet from the North line and 660 feet from the West line. Due to the terrain, the BLM would not approve this location or any other standard location within this particular drilling spacing unit. (See Attachment 'B')

The Southwest quarter of this quarter section was chosen because of geological data on surrounding wells. Further, any location in this quarter section that would be feasible to drill would have to be a non-standard location. Therefore, it 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 at 2080 feet from the North line and 330 feet from the West line, Section 14, Township 6 South, Range 22 East, NMPM, which has been approved by the BLM and E.N.M. Archaeological Service.

page 2 of 2  
O.C.D.  
January 9, 1987

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

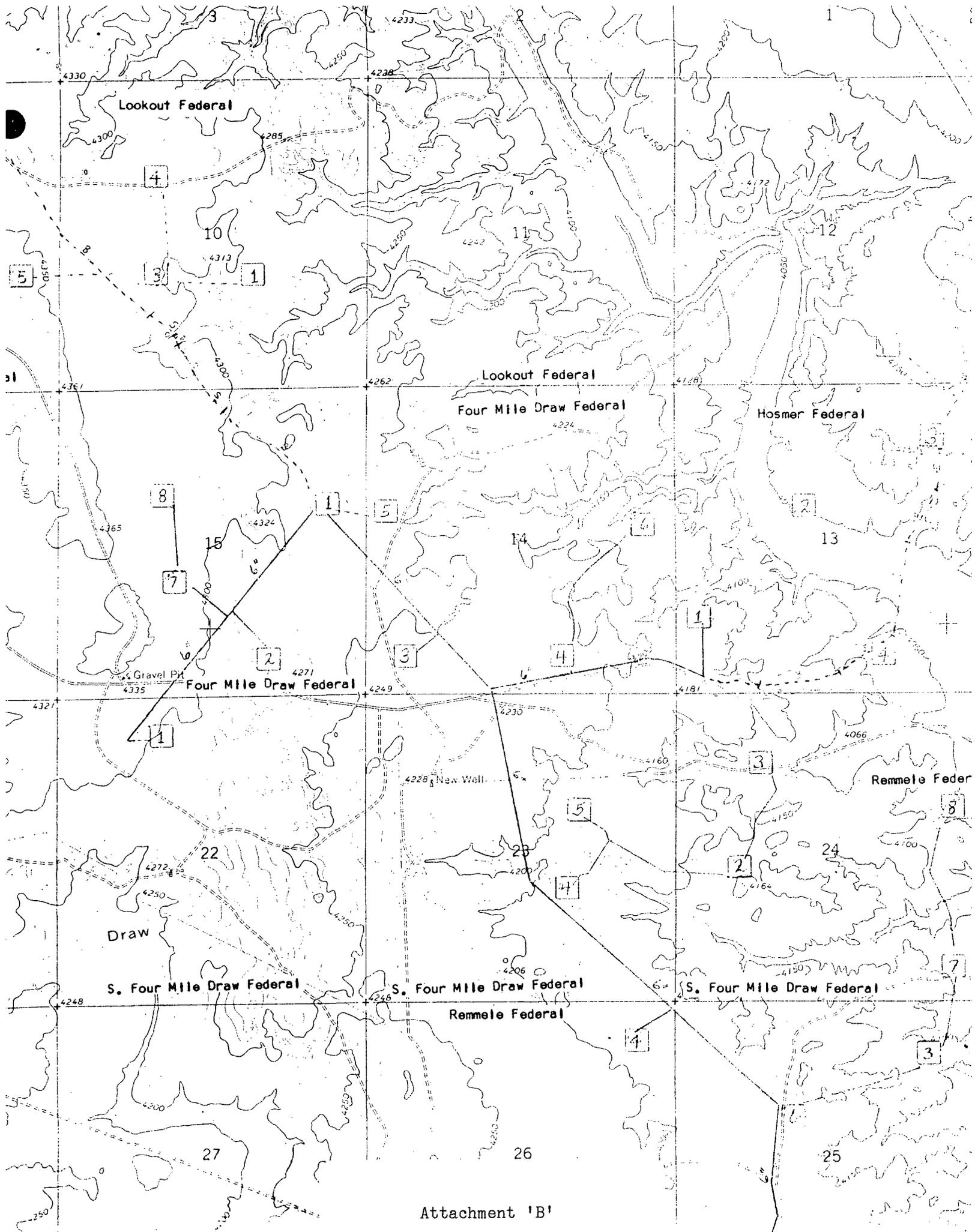
Sincerely,  
McKay Oil Corporation

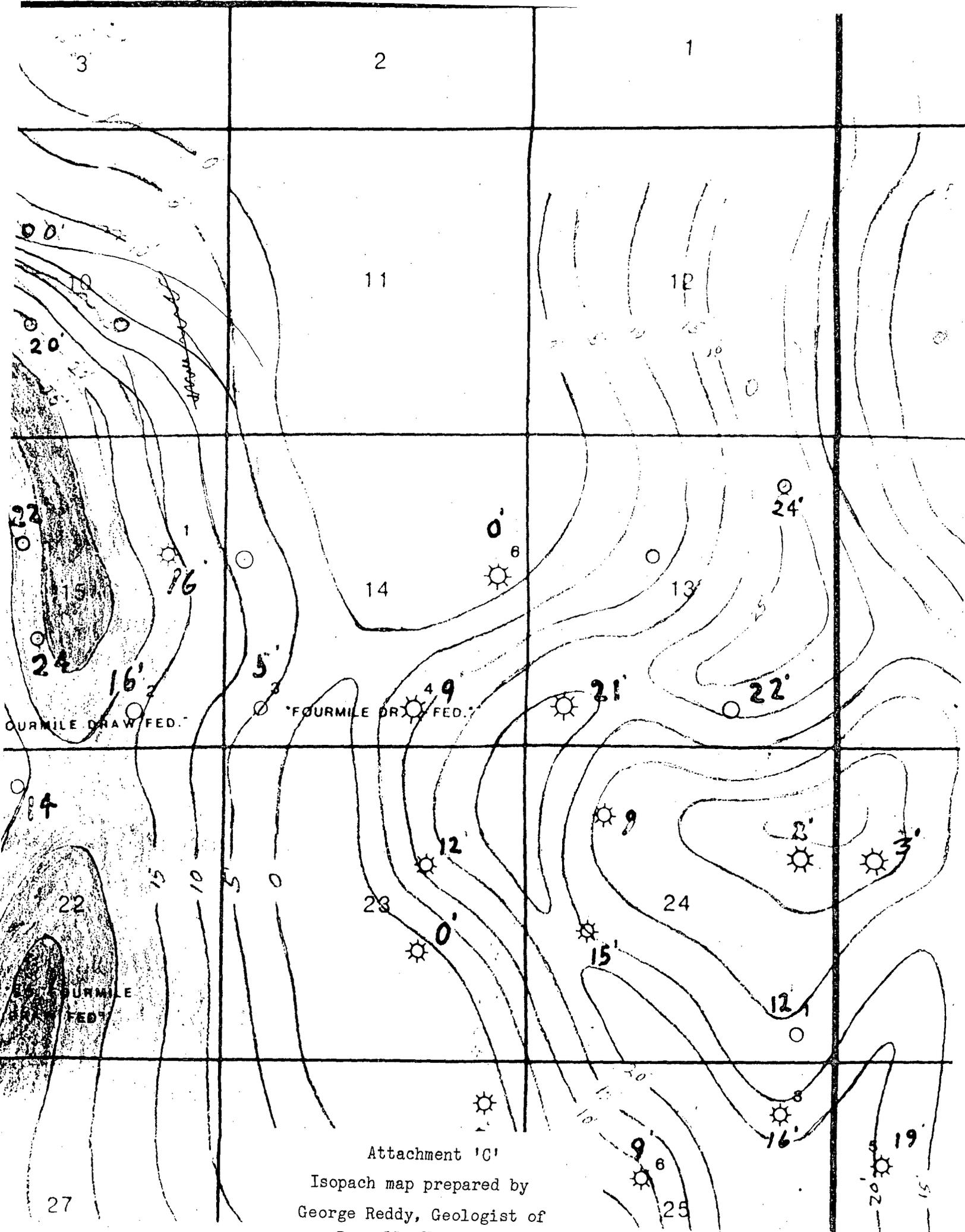
A handwritten signature in cursive script that reads "Terry W. Franklin".

Terry W. Franklin  
Agent

Attachments







Attachment 'C'

Isopach map prepared by  
 George Reddy, Geologist of  
 Roswell, New Mexico