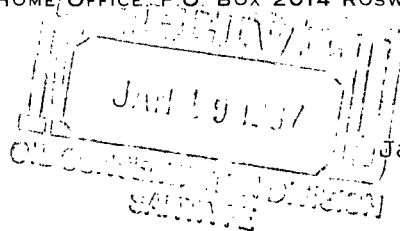
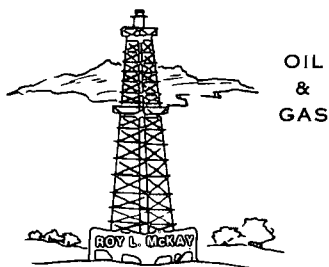


McKay Oil Corporation

ROY L. MCKAY, PRESIDENT

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



January 15, 1987

*N/SL-2310
RULE-104 F(I)
West Pecos Slope Ab. Gas Pool
160 acres divided NW/4 Section 18*

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

Attention: Dave Catanach

Re: Snakeweed Federal #2
NW/4, Sec. 18, T6S, R23E
Chaves County, N.M.

Gentlemen:

McKay Oil Corporation requests an approval for an unorthodox location in the NW/4, Section 18, Township 6 South, Range 23 East, NMPM. (See Attachment 'A') Due to topography and geological problems, McKay Oil is requesting an unorthodox status.

The well was originally staked at 990 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 W/2 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 is our opinion that this location would be the only economical and productive location to drill. (See Attachment 'C')

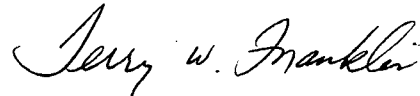
All minerals surrounding this proration unit are leased to McKay Oil Corporation. (See Attachment 'A')

Therefore, McKay Oil requests that the O.C.D. approve the unorthodox location at 1310 feet from the North line and 660 feet from the West line, Section 18, Township 6 South, Range 23 East, NMPM, which has been approved by the BLM and E.N.M. Archaeological Service.

page 2 of 2
O.C.D.
January 15, 1987

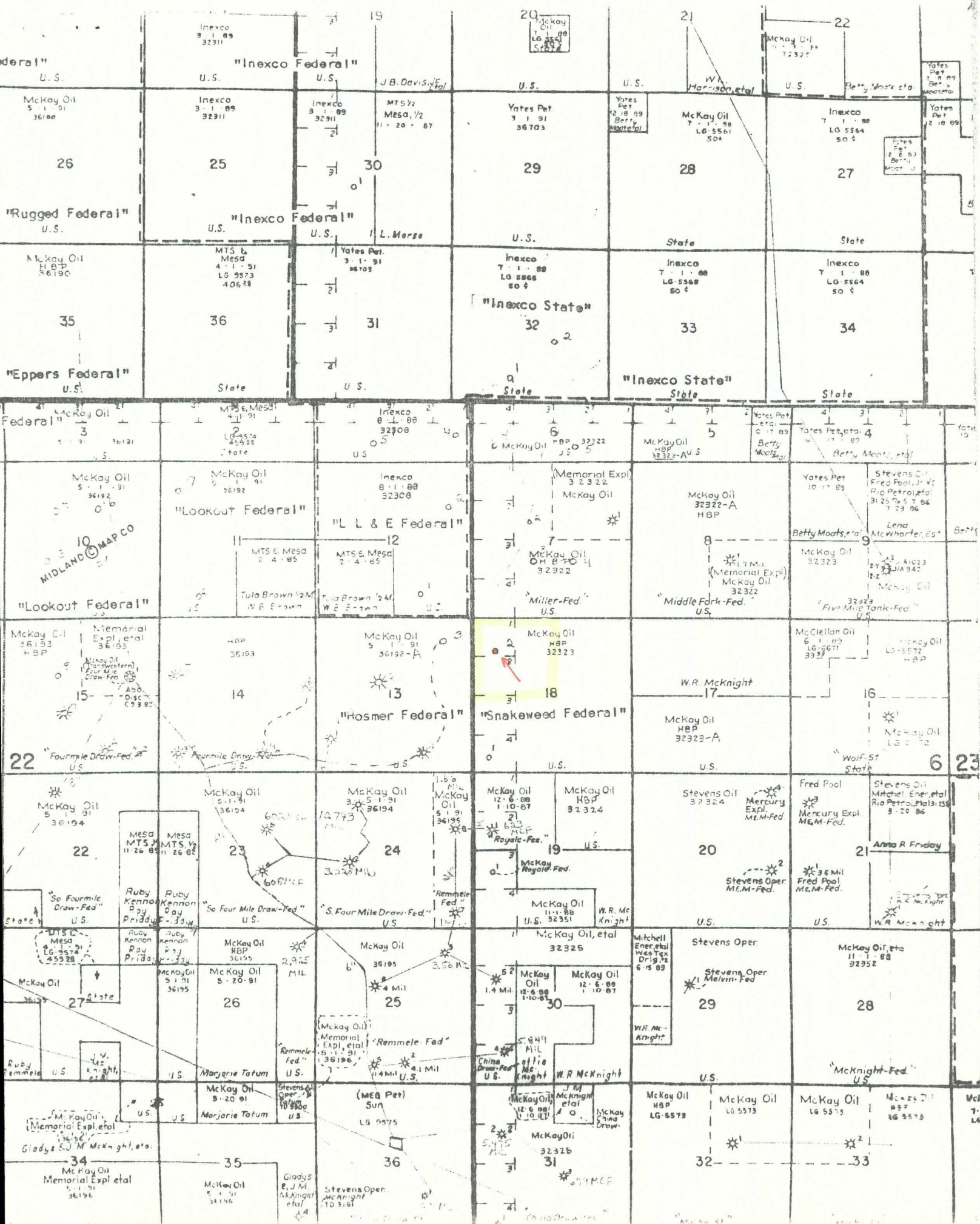
McKay Oil Corporation would request and appreciate your immediate attention to this matter. Thank you for your cooperation and assistance.

Sincerely,
McKay Oil Corporation

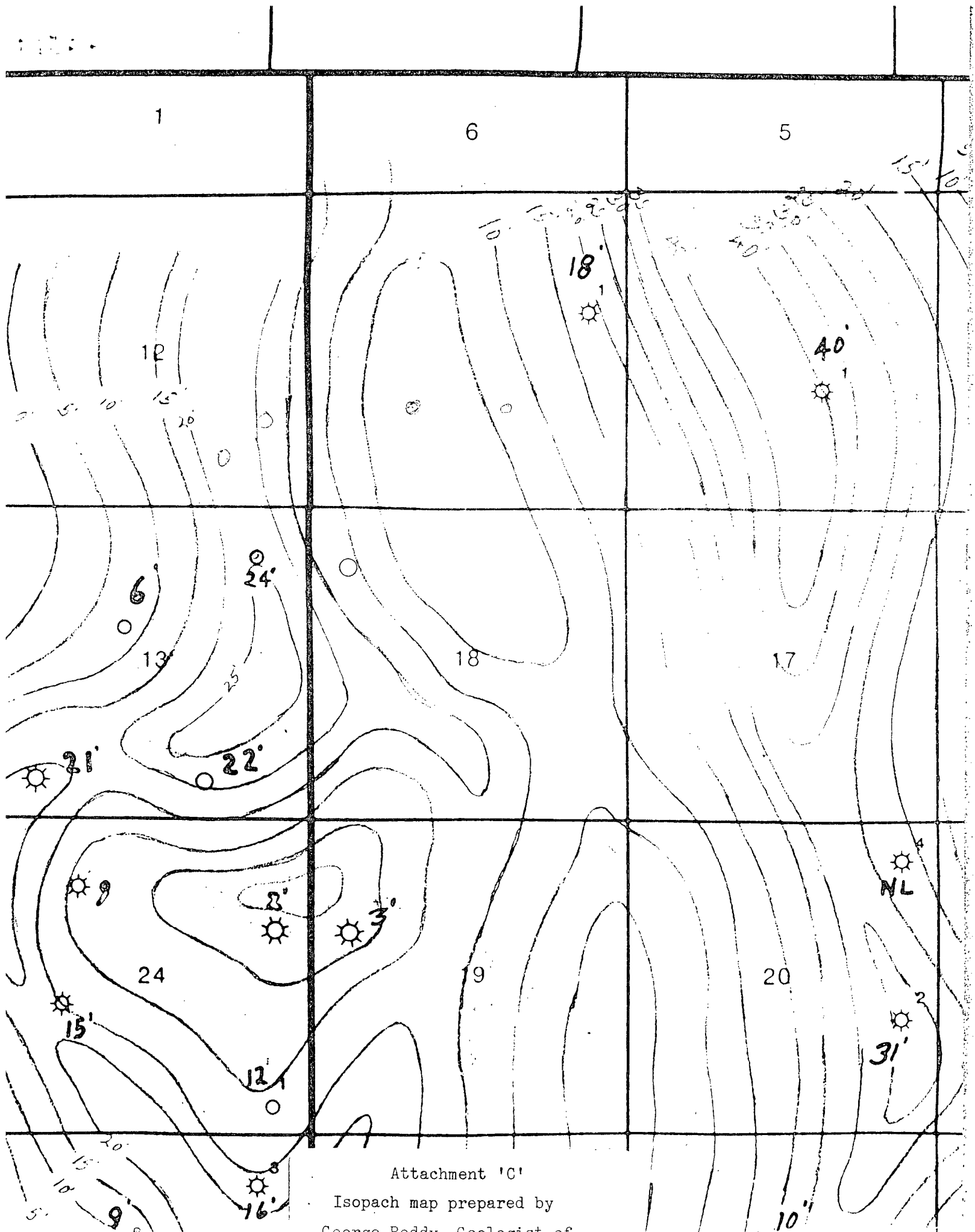
A handwritten signature in cursive script that reads "Terry W. Franklin".

Terry W. Franklin
Agent

Attachments



ATTACHMENT 'A'

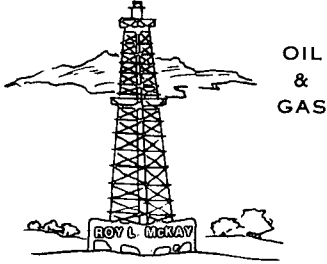


Attachment 'C'
Isopach map prepared by
George Reddy, Geologist of

McKay Oil Corporation

ROY L. MCKAY, PRESIDENT

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



January 15, 1987

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 #6
NE/4, Sec. 14, T6S, R22E
Chaves County, N.M.

Gentlemen:

McKay Oil Corporation requests an approval for an unorthodox location in the NE/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 at 1980' FNL & 660' FEL. 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 SE/4 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 is our opinion that this location would be the only economical and productive location to drill. (See Attachment 'C')

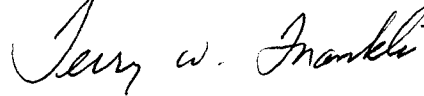
All minerals surrounding this proration unit are leased to McKay Oil Corporation. (See Attachment 'A')

Therefore, McKay Oil requests that the O.C.D. approve the unorthodox location at 2375 feet from the North line and 556 feet from the East line, Section 14, Township 6 South, Range 22 East, NMPM, which has been approved by the BLM and E.N.M. Archaeological Service.

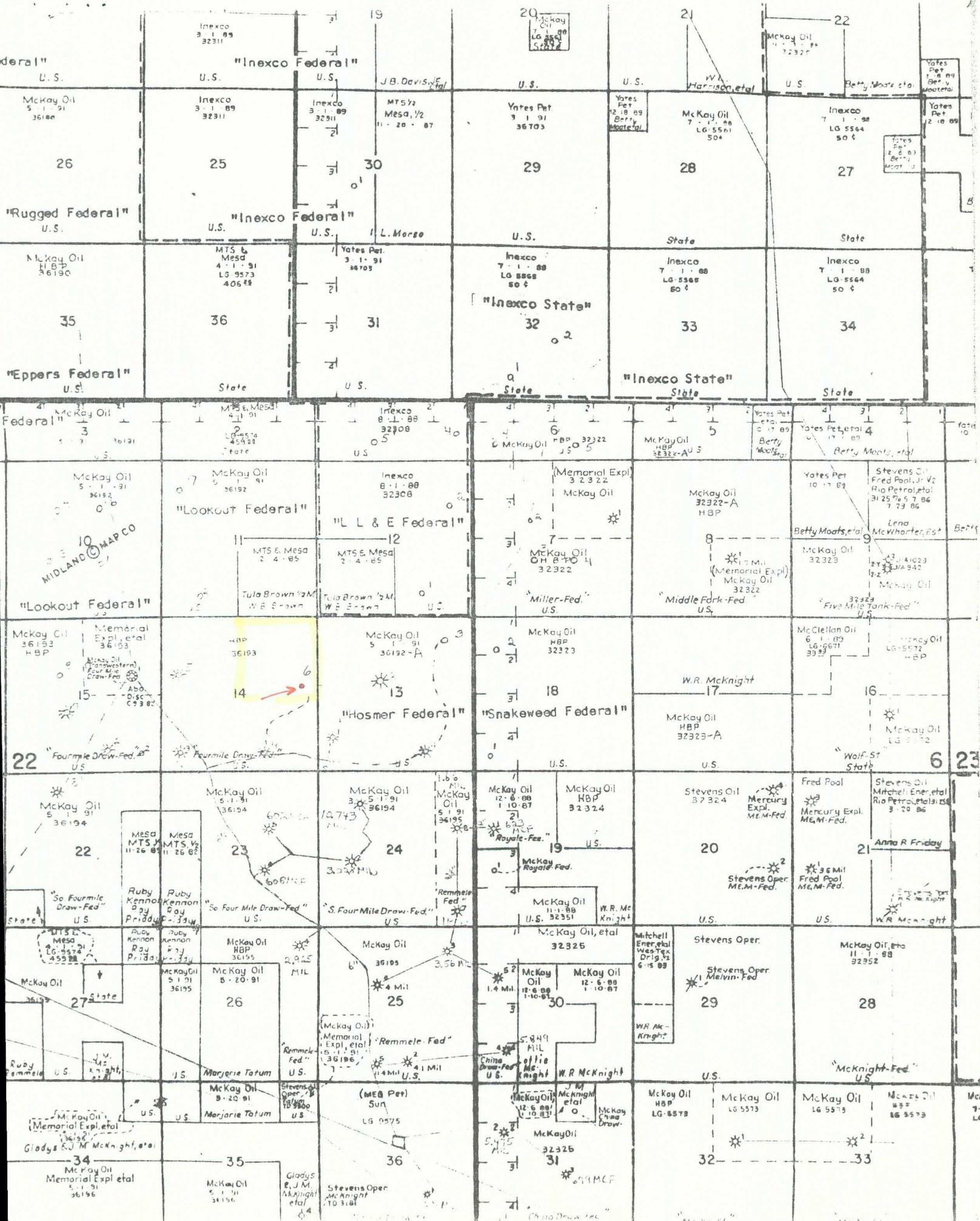
page 2 of 2
O.C.D.
January 15, 1987

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". The signature is written in dark ink and is positioned above the printed name and title.

Terry W. Franklin
Agent



ATTACHMENT 'A'

3

2

1

K (?)

016'

10

THICK (?)

11

12

THIN

6'

15

5'

5'

14

7'

3

"FOURMILE DRAW FED."

8'

22

"FOURMILE DRAW FED."

7'

4'

22

"SO. FOURMILE
DRAW FED"

23

12'

12'

THIN

20'

27'

29'

23'

24

35'
30'

28'

25'
20'
15'
10'

9'

3
6'

ATTACHMENT 'C'

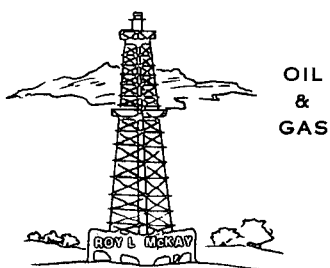
McKay Oil Corporation

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



January 16, 1987

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

Attention: Dave Catanach

Re: Pierce Federal #1
SE/4, Sec. 4, T6S, R22E
Chaves County, N.M.

Gentlemen:

McKay Oil Corporation desires to drill a federal location in the SE/4 of Section 4, Township 6 South, Range 22 East, NMPM. (See Attachment 'A') Due to the terrain and geological problems, McKay Oil is requesting an unorthodox status.

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

The SE/4 of this quarter section was chosen because of geological data on wells to the South and Southeast. Not much is known about the area to the North and East and an unorthodox location would also be required anywhere in this quarter section. Therefore, it is our opinion that this location would be the only economical and productive location to drill. (See Attachment 'C')

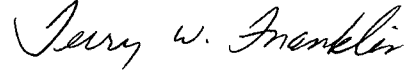
All minerals surrounding this proration unit are leased to McKay Oil Corporation. (See Attachment 'A')

Therefore, McKay Oil requests that the O.C.D. approve the unorthodox location located at 460 feet from the South line and 460 feet from the East line Section 4, Township 6 South, Range 22 East, NMPM, which has been approved by the BLM and E.N.M. Archaeological Service.

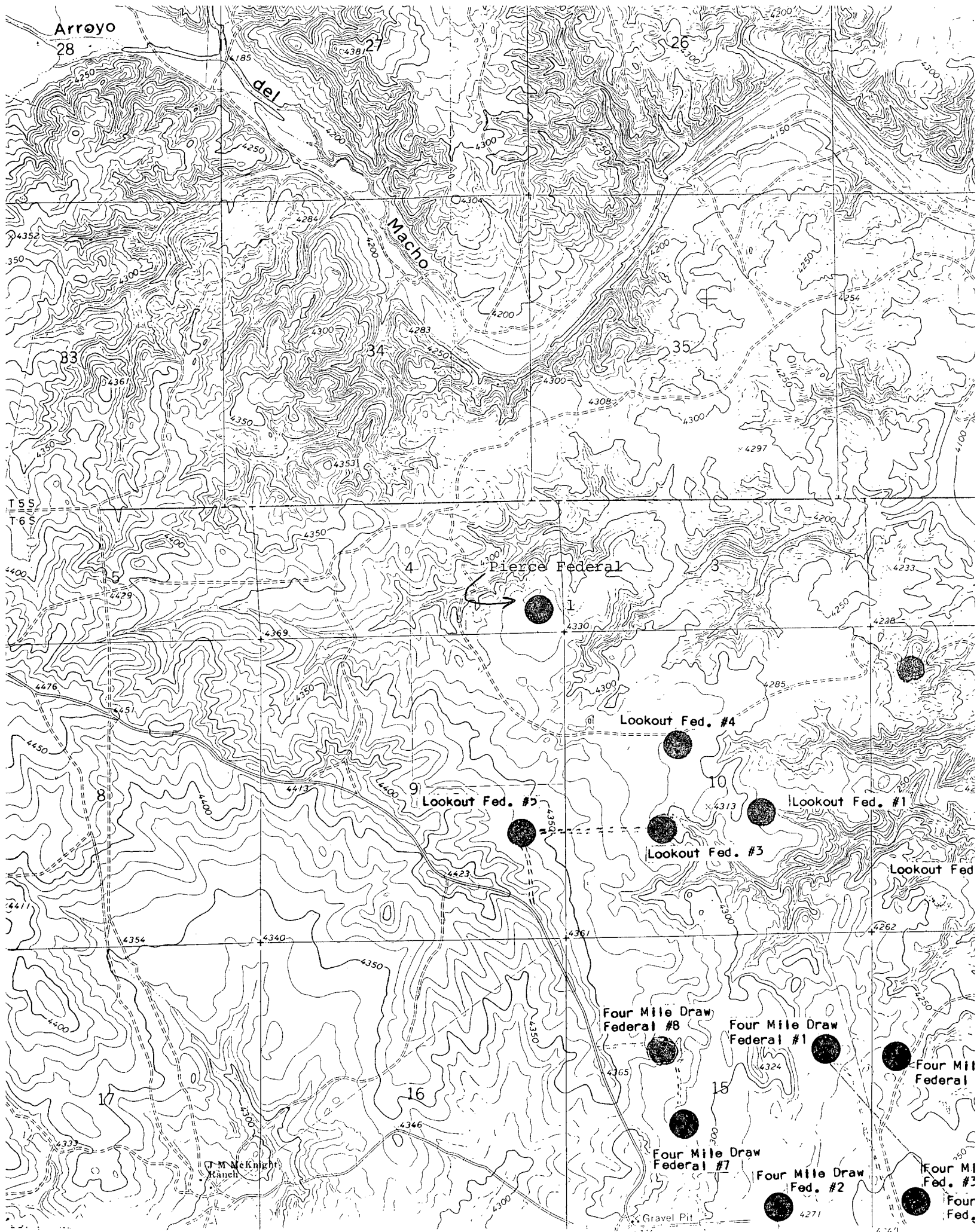
page 2 of 2
O.C.D.
January 16, 1987

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



ATTACHMENT 'B'

