

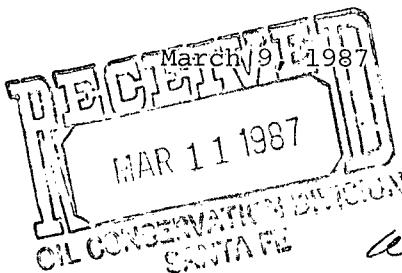
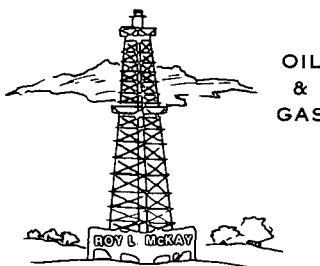
Release 3-11-87

BG DC

# McKay Oil Corporation

ROY L. MCKAY, PRESIDENT

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



NSL-2328  
RULE-104 F(1)

west Pecos Slope Abo Gas  
Pool  
160 Acres deeded  
NE1/4, Sec 27

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

Attention: Dave Catanach

Re: Remmele Federal Com. #9  
NE/4, Sec. 27, T6S, R22E  
Chaves County, N.M.  
W. Pecos Slope-Abo

Gentlemen:

McKay Oil Corporation desires to drill a Federal location in the NE/4 of Section 27, 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 North line and 1980 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 NW/4 of this quarter section was chosen because of geological data on wells to the South and West. Any other locations within this quarter section would have to be an unorthodox locations. 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 or 'farmed out' to McKay Oil Corporation. (See Attachment 'A')

Therefore, McKay Oil Corporation requests that the O.C.D. approve the unorthodox location at 560 feet from the North line and 1880 feet from the East line, Section 27, 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.  
March 9, 1987

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

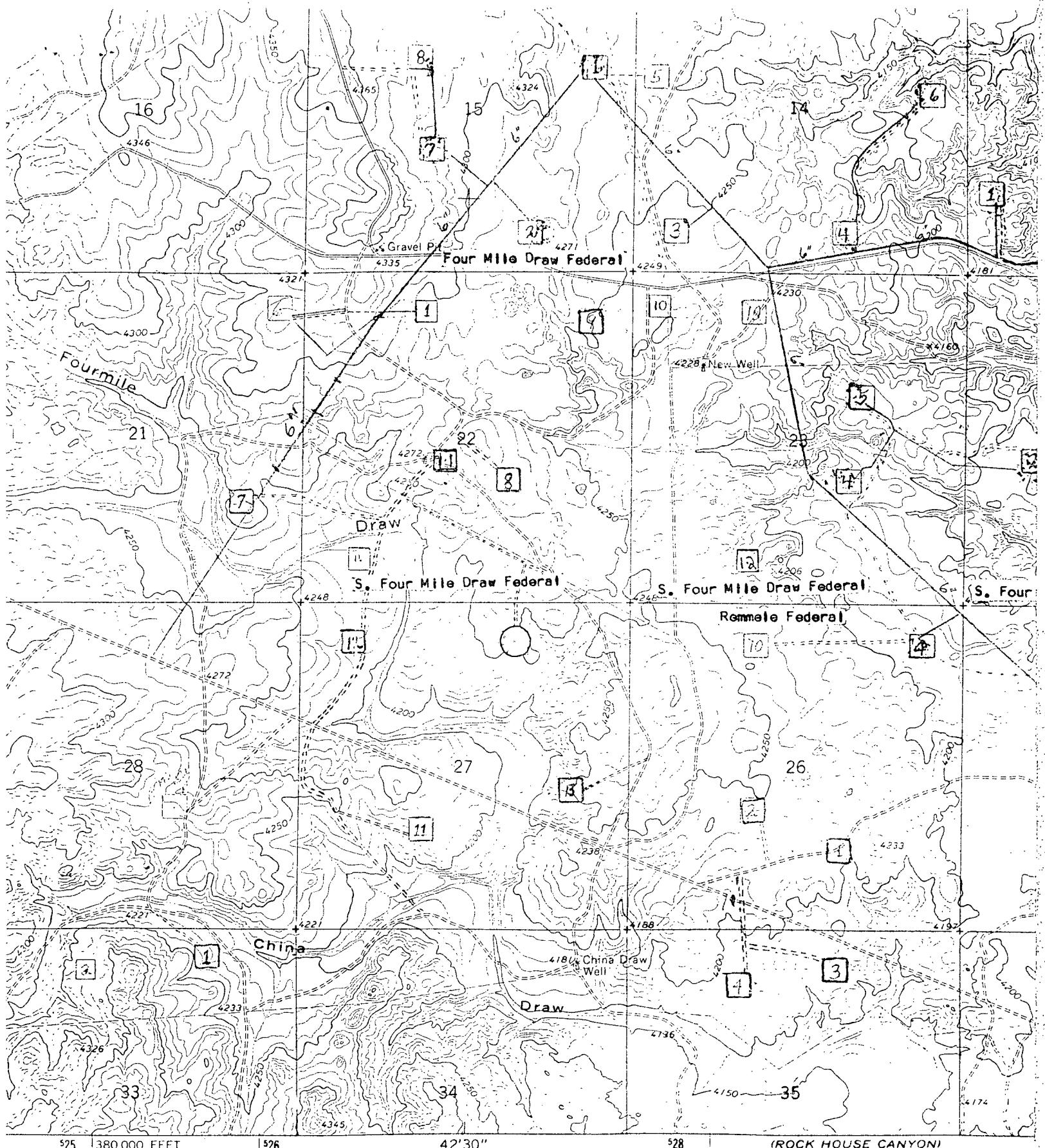
Sincerely,  
McKay Oil Corporation

*Jerry W. Franklin*

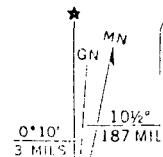
Terry W. Franklin  
Agent

	"McKay Oil" U.S. 36186	"Rugged Federal" U.S.	"Rugged Federal" U.S.	"Inexco Federal" U.S.	"Inexco Federal" U.S.	J.B. Dev's E.	U.S.
29	Asmell Ganch  28 State McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186	Inexco 5-1-91 36186	Inexco 5-1-91 36186	Yates Pet. 5-1-91 36186	Yates Pet. 5-1-91 36186
	"McKay Federal" U.S.	27	26	25	30		29
32	McKay Oil 36186	MTS L Mesa 4-1-91 LG 9573 40628	McKay Oil 5-1-91 36186	MTS L Mesa 4-1-91 LG 9573 40628	Yates Pet. 5-1-91 36186	Inexco 5-1-91 36186	Inexco St. 32
	33 McKay Oil 36186	34 (Memorial Expl. Eppers Fed. Abd Disc)	35	36	31		
	"McKay Federal" U.S.	U.S.	"Eppers Federal" U.S.	State	U.S.	U.S.	State
	McKay Oil 5-1-91 36186	MC					
	8	9	10 MIDLAND @ MAPCO	11 L & E Federal	12		
	"Pierce Federal" U.S.	"Lookout Federal" U.S.	"Lookout Federal" U.S.	LTS G. Mesa 2-4-91	MES G. Mesa 2-4-91		
	McKay Oil 5-1-91 36186	MTS G. Mesa 4-1-91 LG 9574 45929	McKay Oil 5-1-91 36186	Memorial Expl. et al 36186	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186-A	McKay Oil 5-1-91 36186-B
	17	16	15 Abd. Disc. 95867	14		13	18 "Hosmer Federal"
	U.S. J.M. McKnight State	U.S. J.M. McKnight State	6 22 "Fourmile Draw-Fed." U.S.	6 22 "Fourmile Draw-Fed." U.S.	23 So Fourmile Draw-Fed.	24 "S. Four Mile Draw-Fed." U.S.	19 "Royale-Fed." U.S.
	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186	McKay Oil 5-1-91 36186
	20	21 "South Four Mile Draw Fed." U.S.	22	23 Ruby Kennon Day Prod 24 "S. Four Mile Draw-Fed." U.S.	25 McKnight Remmelle Fed	26 "Remmelle Fed" U.S.	30 "Royale-Fed." U.S.
	U.S. W.R. Mc Knight	U.S. Ruby Remmelle	U.S.	U.S. Ruby Remmelle	U.S. Ruby Remmelle	U.S. Ruby Remmelle	U.S. Ruby Remmelle
	McKnight Oil 5-1-91 36186	Transwestern Gas Supply Co. 1-70-91	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186
30	McKnight Oil 5-1-91 36186	26 (Stevens Oper.)	27 State	26	25 (McKnight Oil) Memorial Expl. et al 5-1-91 36186	25 McKnight Oil 5-1-91 36186	30 McKnight Oil 5-1-91 36186
	29	U.S.	U.S.	15 McKnight Ruby Remmelle	15 McKnight Ruby Remmelle	15 McKnight Ruby Remmelle	31 McKnight Oil 5-1-91 36186
	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186	McKnight Oil 5-1-91 36186
	Sun 5-1-91 LG 9575 42518	McKnight Oil 5-1-91 36186	Gladys R.J. Mc Knight et al	Mr. Faw Oil (Memorial Explat) 5-1-91 36186	Mr. Faw Oil (Memorial Explat) 5-1-91 36186	34 McKnight Oil Memorial Explat 5-1-91 36186	36 McKnight Oil 5-1-91 36186
	32	33		Gladys R.J. Mc Knight et al	35	McKnight Oil 5-1-91 36186	31 McKnight Oil 5-1-91 36186
	McKnight Oil 5-1-91 36186			Stevens Oper. McKnight Oil 5-1-91 36186			
31							

Attachment "A"

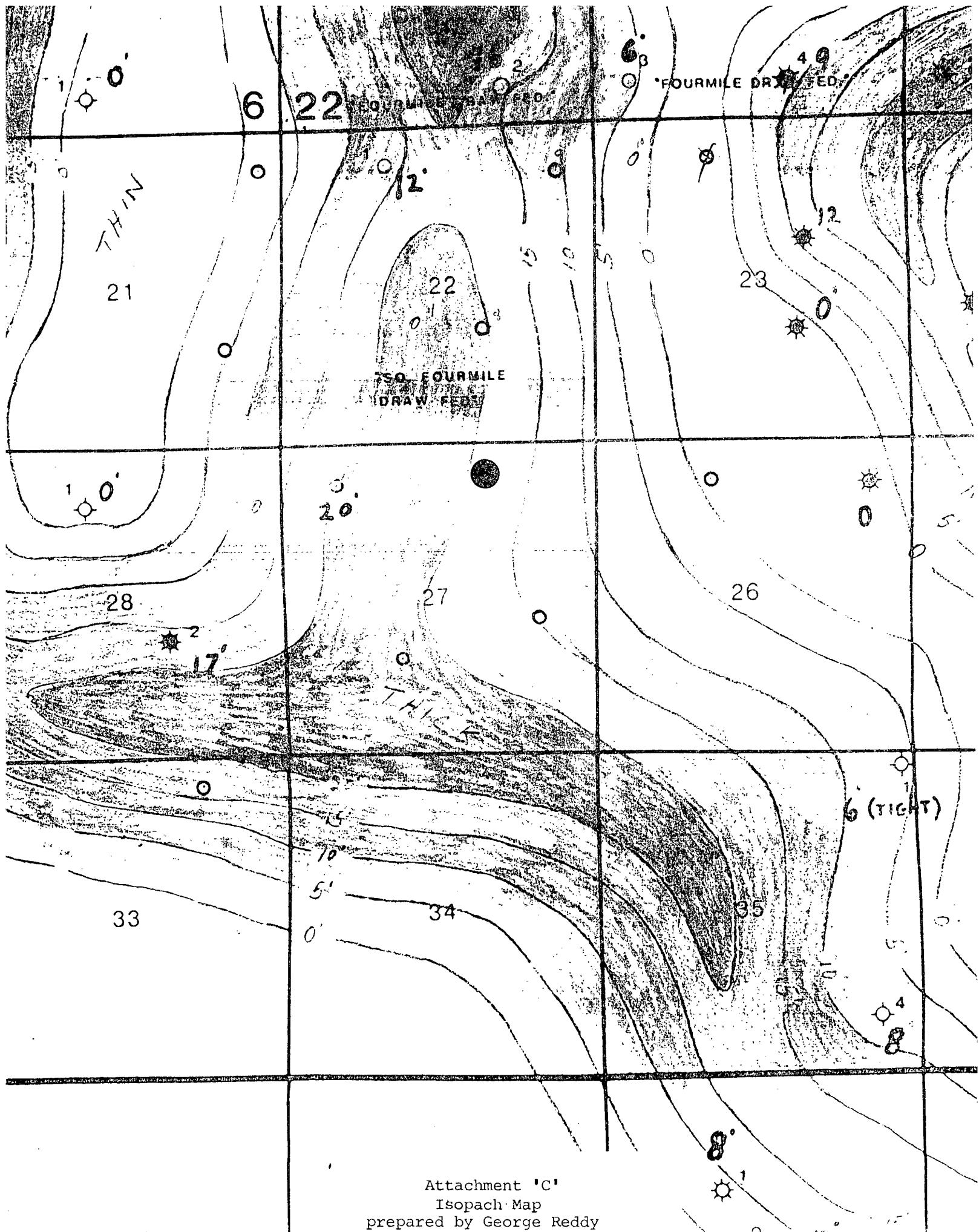


ological Survey



Attachment 'B'

SCALE 1:24000  
 CONTOUR INTERVAL 10 FEET  
 NATIONAL GEODETIC VERTICAL DATUM OF 1929



Attachment 'C'  
Isopach Map  
prepared by George Reddy  
Geologist-Roswell, N.M.