

N.M. Oil Conservation District 2
1301 W. Central Avenue
Artesia, NM 88201

Form 3160-3
(April 2004)

Month - Year
MAR - 9 2007
OCD - ARTESIA, NM

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER


FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NM 36193
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator McKay Oil Corporation 14424		7. If Unit or CA Agreement, Name and No. 34883
3a. Address PO Box 2014 Roswell NM, 88202-2014	3b. Phone No. (include area code) 505-623-4735	8. Lease Name and Well No. Four Mile Draw B Federal 7Y
4. Location of Well (Report location clearly and in accordance with any State requirements.)* At surface 695' FSL & 660' FWL Sec. 15, T6S, R22E At proposed prod. zone 1666' FSL & 2332' FWL Sec. 15, T6S, R22E		9. API Well No. 30-005-63900
14. Distance in miles and direction from nearest town or post office* Approximately 25 miles		10. Field and Pool, or Exploratory W. Pecos ABO Slope
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660'	16. No. of acres in lease 927.51	11. Sec., T. R. M. or Blk. and Survey or Area T6S, R22E
17. Spacing Unit dedicated to this well 160'	18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 2000'	12. County or Parish Chaves
19. Proposed Depth 3,200'	20. BLM/BIA Bond No. on file	13. State NM
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 4358'	22. Approximate date work will start* 02/23/2007	23. Estimated duration 7 - 10 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

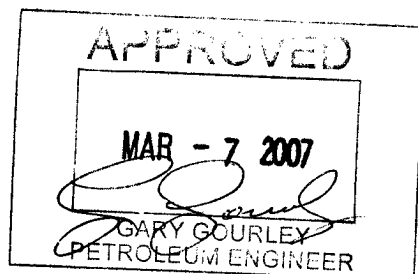
- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature 	Name (Printed/Typed) James Schultz	Date 03/05/2007
Title Agent		
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on page 2)



DISTRICT I

1625 N. FRENCH DR., ROBBES, NM 88240

DISTRICT II

1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe, New Mexico 87505

Form C-102

Revised JUNE 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number		Pool Code	Pool Name
Property Code	Property Name FOUR MILE DRAW B FEDERAL		Well Number 7Y
OGRID No.	Operator Name McKAY OIL CORPORATION		Elevation 4358'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	15	6-S	22-E		695	SOUTH	660	WEST	CHAVES

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	15	6-S	22-E		1666	SOUTH	2332	WEST	CHAVES

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
160.00			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature James L. Schultz Printed Name Agent Title 3-05-2007 Date
	SURVEYOR CERTIFICATION 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 belief. FEBRUARY 12, 2007 Date Surveyed REV: 03/01/07 JR Signature & Seal of Professional Surveyor 07.13.0201 Certificate No. GARY EIDSON 12641
	GEODETIC COORDINATES NAD 27 NME BOTTOM HOLE LOCATION Y=1016239.1 N X=385802.0 E PENETRATION POINT Y=101554.0 N X=384615.3 E SURFACE LOCATION Y=1015266.6 N X=384117.5 E LAT.=33.790294° N LONG.=104.714749° W