

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., 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
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
Revised June 10, 2003

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		WELL API NO. 045-33132
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator McKAY OIL & GAS LLC		6. State Oil & Gas Lease No. 0
3. Address of Operator PO BOX 14738 ALBUQUERQUE, NM 87191		Lease Name or Unit Agreement Name MANNA
4. Well Location Unit Letter C : 950 feet from the N line and 1385 feet from the W line Section 1 Township 30N Range 12W NMPM SAN JUAN County		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5818 GR		9. OGRID Number 010715
		10. Pool name or Wildcat BASIN FRUITLAND COAL AZTEC PICTURED CLIFFS

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data			
NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

7-11-2005 SPUD WELL. DRILLED 8 3/4" hole to 140' KB. RAN 3 JTS OF 7", 20# J-55 CASING to 131' KB. CEMENTED WITH 60 SX CLASS B 2% CACI2 AND 1/4" SK CELLO FLAKES (70.8 CUB.CFT). CIRCULATED CEMENT TO SURFACE.

REPORT Volume of cement circulated to surface

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE William J. Mayhew TITLE Gen. Mgr. DATE 7-18-2005

Type or print name WILLIAM J. MAYHEW E-mail address: Telephone No. 505-236-5588

(This space for State use)

APPROVED BY Chad Perri TITLE SUPERVISOR DISTRICT # 3 DATE JUL 20 2005

Conditions of approval if any: