

McKay Oil Corporation

ROY L. MCKAY, PRESIDENT

MAILING ADDRESS: P.O. BOX 2014 ROSWELL, N.M. 88202 • TELEPHONE 505/623-4735

STREET ADDRESS: ONE MCKAY PLACE ROSWELL, N.M. 88201 • FAX NO. 505/624-2202



OIL
&
GAS

C O V E R
S H E E T
FAX

To: Division Examiner
Fax #: 505-827-8177
Subject: Fasken Oil and Ranch, Ltd - Avalon "1" Federal Com Well No. 1
Date: April 3, 1997
Pages: 2, including this cover sheet.

COMMENTS:

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If you do not receive the indicated number of pages, PLEASE CONTACT US IMMEDIATELY AT 505-623-4735.

From the desk of...

Bill Milstead
Vice President - Land & Legal
McKay Oil Corporation
P.O. Box 2014
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FACSIMILE TRANSMISSION

April 3, 1997

Oil Conservation Division
2040 S. Pacheco Street
Santa Fe, New Mexico 87505

REFERENCE: Fasken Oil and Ranch, Ltd.
Avalon "1" Federal Com. Well No. 1
Eddy County, New Mexico

Gentlemen:

McKay Oil Corporation and Roy L. McKay are in receipt of the required notice for the Unorthodox Gas Well Location and Non-Standard Gas Proration and Spacing Unit submitted by Fasken Oil and Ranch, Ltd. Please be advised that neither McKay Oil or Roy L. McKay object to the proposed location and therefore submit this letter in agreement with Fasken Oil and Ranch, Ltd's proposal.

Thank you for your consideration in this matter.

Very truly yours,

MCKAY OIL CORPORATION
ROY L. MCKAY

Bill J. Milstead
Vice President, Land and Legal