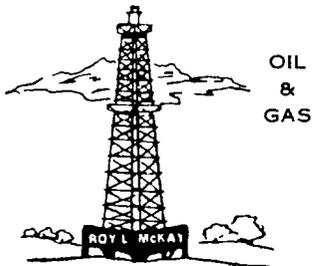


# McKay Oil Corporation

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



December 14, 1990

State of New Mexico  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87504

Attention: David R. Catanach

RE: Horizontal Drilling  
West Fork Unit #10  
West Fork Unit #12  
West Fork Unit #14  
Chaves County, New Mexico

*Dismiss  
the Chaves Cos.  
10189  
10190  
M.S.*

Dear Mr. Catanach:

This letter is to request that the OCD hearing for the horizontal drilling of the West Fork Unit #12 and #14 be cancelled until further notice. Further, I would request that the OCD hearing for the horizontal drilling of the West Fork Unit #10 be postponed until the next hearing on January 10, 1990.

Should these requests meet with your approval, please contact me at the above address or telephone number. Thanks for your cooperation and assistance.

Very truly yours,

MCKAY OIL CORPORATION

*Jim Schultz*  
James L. Schultz  
V.P. Land & Legal

JLS/tr  
40:OCD.A1



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:

CASE NO. 10191  
ORDER NO. R-9396

APPLICATION OF MCKAY OIL CORPORATION FOR  
A HORIZONTAL DIRECTIONAL DRILLING PILOT  
PROJECT AND SPECIAL OPERATING RULES THEREFOR,  
CHAVES COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on December 19, 1990, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 31st day of December, 1990, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

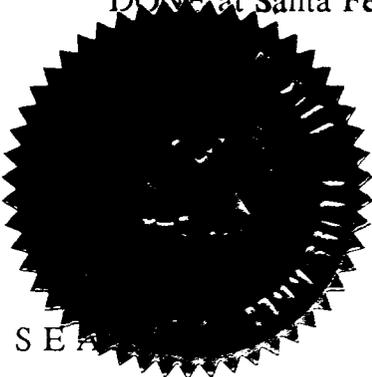
FINDS THAT:

The applicant's request for dismissal should be granted.

IT IS THEREFORE ORDERED THAT:

Case No. 10191 is hereby dismissed.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
WILLIAM J. LEMAY  
Director