

FROM :

FAX NO. : 5056229282

Jan. 10 2008 12:25PM P2

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

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-005-63383
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-417
7. Lease Name or Unit Agreement Name New Mexico CS State
8. Well Number B #1
9. OGRID Number 14424
10. Pool name or Wildcat Pecos Slope Abo (West)

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.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>	7. Lease Name or Unit Agreement Name New Mexico CS State
2. Name of Operator McKay Oil Corporation	8. Well Number B #1
3. Address of Operator P.O. Box 2014, Roswell, NM 88202-2014	9. OGRID Number 14424
4. Well Location Unit Letter <u>D</u> : <u>860</u> feet from the <u>North</u> line and <u>860</u> feet from the <u>West</u> line Section <u>2</u> Township <u>7S</u> Range <u>22E</u> NMPM Chaves County	10. Pool name or Wildcat Pecos Slope Abo (West)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4173'	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>	
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____	
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☒
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: ☐

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.

Pursuant to the Letter of Violation dated 12/10/07, the operator filed a C-144 with a plan of remediation. The plan was approved and the work was commenced. The trench has been dug to a sufficient depth and is waiting for delivery of a 20 mil liner. However, the liner will not arrive for approximately 10 days. Therefore, operator requests a extension for completion of the remediation until January 30, 2008.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE Agent DATE 1-10-08

Type or print name
 For State Use Only

E-mail address:

Telephone No.

APPROVED BY: [Signature] TITLE Compliance Officer DATE 1-10-08
 Conditions of Approval (if any):