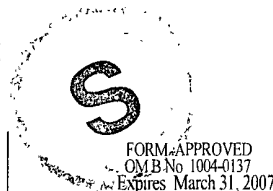


N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue
Artesia, NM 88210

Form 3160-5
(April 2004)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT



SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator **McKay Oil Corporation**

3a. Address
PO Box 2014, Roswell, NM 88202-2014

3b. Phone No (include area code)
505.623.4735

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

990'FNL & 2160'FEL, Sec. 9, T6S, R22E

OCT 08 2008

OCD-ARTESIA

5. Lease Serial No

NM-36192

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No

8. Well Name and No.

Lookout D Fed. #8

9. API Well No

30 005 64062

10. Field and Pool, or Exploratory Area

W. Pecos ABO Slope

11. County or Parish, State

Chaves, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input checked="" type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Operator intends to modify the well pad and direction of the access road and flowline to protect natural drainage. The northeast side of the pad will be shortened to 100 feet and the pad will be constructed to where the edge of the pad will run parallel with the drainage located to the east. An archeological survey from the 600'X600' survey for this well and the original survey for the access road for the Lookout B Federal #8 covers the new access road. There will be a two foot containment dike constructed around the sides of the pad in order to prevent any spill contaminant from leaving the well pad and entering the drainage to the east. The access road will be relocated to the south and west to avoid the construction of the road across the drainage. Also, Operator is aware that the BLM has identified 3 hole near the well pad. Fencing will be placed around 3 holes as recommended by BLM. Further, in the event that a "bit drop" is encountered during drilling, Operator shall contact the BLM of said "bit drop".

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

James L. Schultz

Title Agent

Signature

[Signature]

Date

08/15/2008

FOR RECORDS ONLY

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/s/ Angel Mayes

Assistant Field Manager,
Lands And Minerals

Date

OCT 06 2008

Conditions of approval, if any, are attached. Approval of this notice 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.

Office **ROSWELL FIELD OFFICE**

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)

RECEIVED

FOR RECORDS ONLY

