

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO. 30-005-61804-0000
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. LG-9050
7. Lease Name or Unit Agreement Name Aikman State
8. Well No. 1
9. Pool name or Wildcat W. Pecos Slope Abo

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"/>	
2. Name of Operator McKay Oil Corporation	
3. Address of Operator P. O. Box 2014, Roswell, NM 88202	
4. Well Location Unit Letter <u>P</u> : <u>660</u> Feet From The <u>South</u> Line and <u>660</u> Feet From The <u>East</u> Line Section <u>36</u> Township <u>6S</u> Range <u>26E</u> NMFM <u>Chaves</u> County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3847'	

11. 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"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input type="checkbox"/>

12. 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.

McKay Oil Corporation plans to plug and abandon this well as follows:

1. Set COPB @ 4610'
2. Set 5 sks cement plug 4610' to 4585', approx. 35'.
3. POH
4. Cut 4 1/2" @ 4555'. 4605' 4505'
5. Set 25 sks cement plug accross 4 1/2" stub 4600' to 4555'.
6. WOC - tag plug. 25 sks cement plug 1850'-1750'.
7. Set 50 sks cement plug across 8 5/8" shoe 1127' to 980'.
8. WOC - tag plug.
9. Set 30 sks cement plug 100' to surface.
10. Install Dry Hole marker and clean location.
11. Brine gel between all cement plugs. Notify NMOCDD to witness plugging operations.

McKay Oil anticipates this well to be plugged and abandoned on or before February 21, 1999.

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

SIGNATURE Bill J. Milstead TITLE Vice President DATE 1-20-99
TYPE OR PRINT NAME Bill J. Milstead TELEPHONE NO. 623-4735

(This space for State Use)

APPROVED BY Mike Stillfield TITLE Field Rep. II DATE JAN 25 99
CONDITIONS OF APPROVAL, IF ANY: