

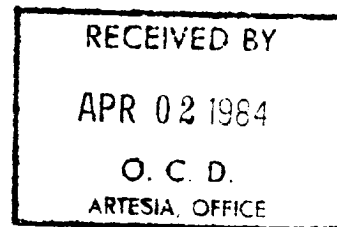
ROY L. MCKAY, PRESIDENT HOME OFFICE, P.O. BOX 2014 ROSWELL, N.M. 88202 • TELEPHONE 505/623-4735

(DFW) OFFICE FIRST CITY TOWER, SUITE 590

201 E. ABRAM, ARLINGTON, TX 76010 817-265-5515

OIL
&
GAS

March 30, 1984



Oil Conservation Division
P.O. Drawer DD
Artesia, New Mexico 88210

Attention: Les Clements

Re: McKay-Berrendo #1
Sec. 2-10S-24E
Chaves County, New Mexico

McKay-Berrendo "A" #1
Sec. 10-10S-24E
Chaves County, New Mexico

Dear Mr. Clements:

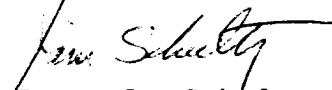
On behalf of McKay Oil Corporation, I would like to thank you for your cooperation and assistance in permitting of our well the McKay-Winston #1.

Enclosed are two applications to drill for the captioned wells. We are requesting approval of these applications on or before April 9th. I have requested single well bonds from the J. S. Ward Insurance Company on these wells. I will again ask them to call Santa Fe once the bonds have been issued.

We have also requested a blanket statewide bond to cover the Aikman State #1 well and any subsequent wells we may drill in the future. Once that has been obtained I will notify your office.

Very truly yours,

MCKAY OIL CORPORATION


James L. Schultz
Landman

JLS/js
enclosures