

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
DRAWER DD

SUBMIT IN TRIPlicate
(Other Instructions on Form 1001-1)
Oil Cons. Comm. 1001

Expires: April 1, 1985

CLSF

SUNDRY NOTICES AND REPORTS ON WELLS 88210

(Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals.)

1. OIL WELL GAS WELL OTHER

2. NAME OF OPERATOR
McKay Oil Corporation

3. ADDRESS OF OPERATOR
P.O. Box 2014, Roswell, New Mexico 88202

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements. See also space 17 below) At surface
660' FSL & 1650' FEL

5. LEASE DENIGATION AND SERIAL NO.
NM-32311

6. IF INDIAN ALLOTTEE OR TRIBE NAME

7. UNDER AGREEMENT NAME

8. FARM OR LEASE NAME
Inexco Federal

9. WELL NO.
7

10. FIELD AND POOL OR WILDCAT
W. Pecos Slope Abo

11. SEC., T., R., M., OR BLE. AND SURVEY OR AREA
Sec. 24, T5S, R21E

12. COUNTY OR PARISH
Chaves

13. STATE
NM

14. PERMIT NO.

15. ELEVATIONS (Show whether DF, RT, GR, etc.)
4301' GR

RECEIVED BY
APR -1 1987
O. C. D.
ARTESIA, OFFICE

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
FRAC TURE TREAT <input type="checkbox"/>	MULTIPLE COMPLETE <input type="checkbox"/>	FRAC TURE TREATMENT <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	ABANDON* <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ABANDONMENT* <input type="checkbox"/>
REVAL WELL <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	OTHER: <input type="checkbox"/>	

17. STATE PROPOSED OR COMPLETED OPERATIONS. Clearly state all pertinent details and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.

Proposed Access Road X

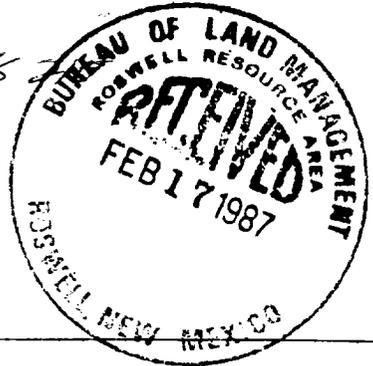
Operator proposes to construct an access road 14' wide by approximately 1100' in length as displayed on the enclosed topographic map.

The initial 100' of proposed access road is situated on federal surface ('on lease'), and the remaining portion of the proposed access road is situated on private surface.

Operator-Landowner agreement is filed under the original Permit to Drill.

An archaeological survey on the proposed access road was conducted by ACA-ENMU, under report #F87-141.

Caliche pit for pad & access road 56/4, Sec 36 55 (State)



18. I hereby certify that the foregoing is true and correct

SIGNED Terry W. Franklin TITLE Landman DATE 2/16/87

(This space for Federal or State office use)

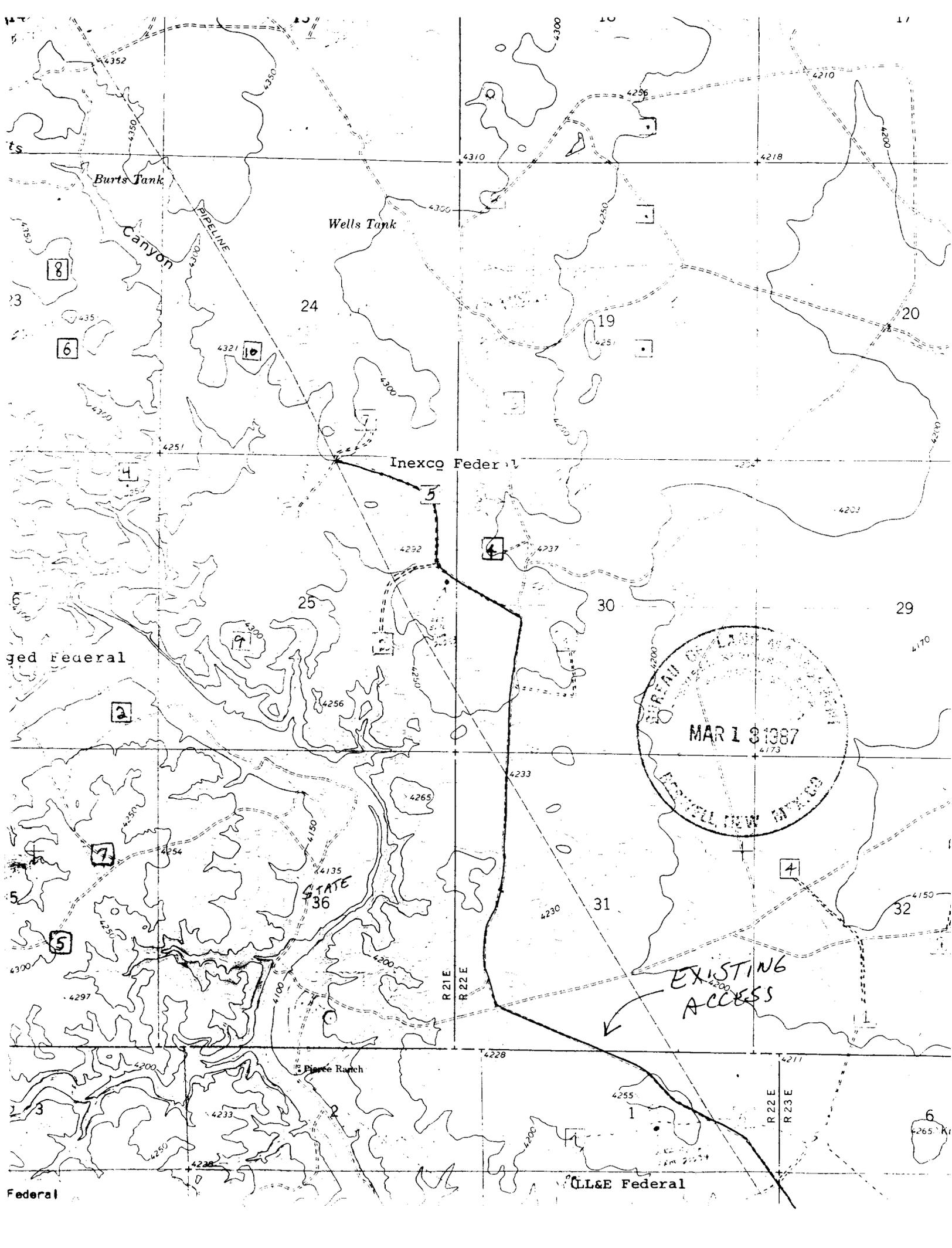
APPROVED BY S/Phil Kirk TITLE Area Manager DATE MAR 25 1987

CONDITIONS OF APPROVAL, IF ANY:

*See Instructions on Reverse Side

100-100000-100000
100-100000-100000
100-100000-100000





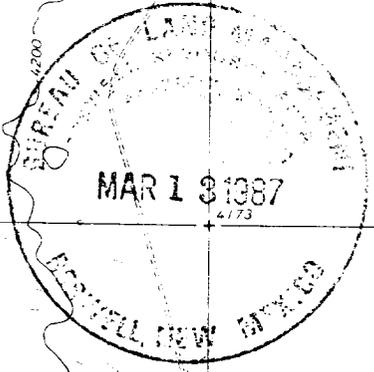
Burts Tank

Wells Tank

Inexco Federal

STATE 36

Pierce Ranch



EXISTING ACCESS

R 21 E
R 22 E

R 22 E
R 23 E

LL&E Federal

Federal

Lease No: NM-32311 Well Name and No. Inexco Federal #7
 Subdivision: SE 1/4 Section: 24 T. 5S R. 21E, NMPM
 County: Chaves State: NM

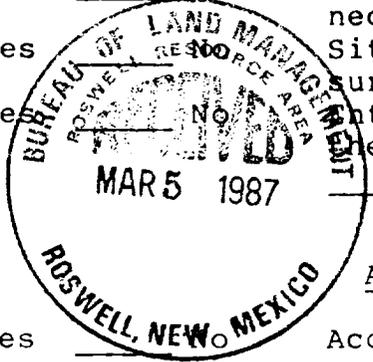
McKay Oil Corporation intends to drill a well on surface owned by J.Y. Ranch, Inc.. The lessee/operator agrees to complete the following rehabilitation work if the well is a producer:

- Yes No Maintain access road and provide adequate drainage from road.
 - Yes No Reshape and seed any area not needed for maintenance of the production facilities.
- Other requirements: DRAINAGE ACROSS ROAD

The following work will be completed when the well is abandoned or dry hole:

WELL LOCATION

- Yes No Pit will be fenced until dry, then filled to conform to surrounding topography.
- Yes No Water bars will be constructed as deemed necessary.
- Yes No Site will require reshaping to conform to surrounding topography.
- Yes No Entire disturbed area will be seeded with the following seed mixture: ALL NATIVE GRASSES.



ACCESS ROAD

- Yes No Access road will be closed, rehabilitated and seeded using the same mixture as above.
 - Yes No Water bars will be constructed on the access road as deemed necessary.
- Other requirements: FOLLOW UP MAINTAINANCE SHOULD REHABILITATED AREA WASH OUT OR AWAY

SURFACE OWNER

OPERATOR/LESSEE

Name: J.Y. Ranch, Inc.
 Address: P.O. Box 2421
 City: Roswell
 State: New Mexico
 Phone No.: 505-355-7942
 Date: _____

Name: McKay Oil Corp.
 Address: P.O. Box 2014
 City: Roswell
 State: New Mexico
 Phone No.: 505/623-4735
 Date: _____

I CERTIFY rehabilitation has been discussed with me, the surface owner:
Charlie H. Lewis
 (Surface Owner's Signature)

The plan covers rehabilitation requirements only and does not affect any other agreements between the lessee/operator and surface owner.