

N.M. Oil Cons. DIV-Dist. 2
1301 W. Grand Avenue
Alameda, NM 88210
UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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

RECEIVED

2. Name of Operator McKay Oil Corporation

NOV 21 2005

3a. Address
PO Box 2014, Roswell, NM 88202-20143b. Phone ()
505.623.4735

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

1980'FWL & 600' FNL, Sec. 12, T6S, R22E
610

5. Lease Serial No.

NM 32308

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

LL&E B Federal #3

9. API Well No.

30-005-63793

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

- ☒
- Notice of Intent
-
- ☐
- Subsequent Report
-
- ☐
- Final Abandonment Notice

TYPE OF ACTION

- | | | | |
|--|---|--|---|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <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.)

This well was originally staked at 1980'FWL & 660'FNL. Due to archaeological concerns, the location has been moved to 1980'FWL & 600' FNL and the access road moved from a due west route out of the northwest corner of the location to a northwest direction out of the northwest corner of the location and being approximately 245' long to an existing road that goes north approximately 2500' to the old Chickweed County Road (See attached map). The pipeline will parallel the access road, along the north side approximately 200', and turn north, paralleling on the east side, an existing pipeline approximately 1,000' to where the existing pipeline turns east. The new pipeline will also turn east and parallel the existing pipeline, along the south side a distance of approximately 1,000' and turn southeast approximately 600' to the southwest corner of the LL&E B Federal #5 location, cross underneath the LL&E B Federal #5 access road and connect to an existing 4" pipeline. (See attached map) The pipeline will be a 2-7/8" steel pipeline and buried approximately 12" were possible. It will be buried approximately 4' and protected where it crosses the LL&E B Federal #5 access road. Archaeological reports have been filed under separate covers for the new road and pipeline access routes. Archaeolglcal reports for existing road and pipelines where previously submitted when those routes were originally approved. Total length of pipeline is approx. 2800'.

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

James L. Schultz

Title Agent

Signature

Date

11/15/2005

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/LARRY D. BRAY

Title

Date

NOV 18 2005

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)

State of New Mexico

DISTRICT I

1825 N. FRENCH DR., ROSAS, NM 88240

Energy, Minerals and Natural Resources Department

Form C-102

DISTRICT II

1301 W. GRAND AVENUE, ARTESIA, NM 88210

OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR.

Santa Fe, New Mexico 87505

Revised JUNE 10, 2003

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API Number	Pool Code	Pool Name
Property Code	Property Name LL & E "B" FEDERAL	Well Number 3
OGRID No.	Operator Name McKAY OIL CORPORATION	Elevation 4170'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn.	Feet from the	North/South line	Feet from the	East/West line	County
C	12	6-S	22-E		610	NORTH	1980	WEST	CHAVES

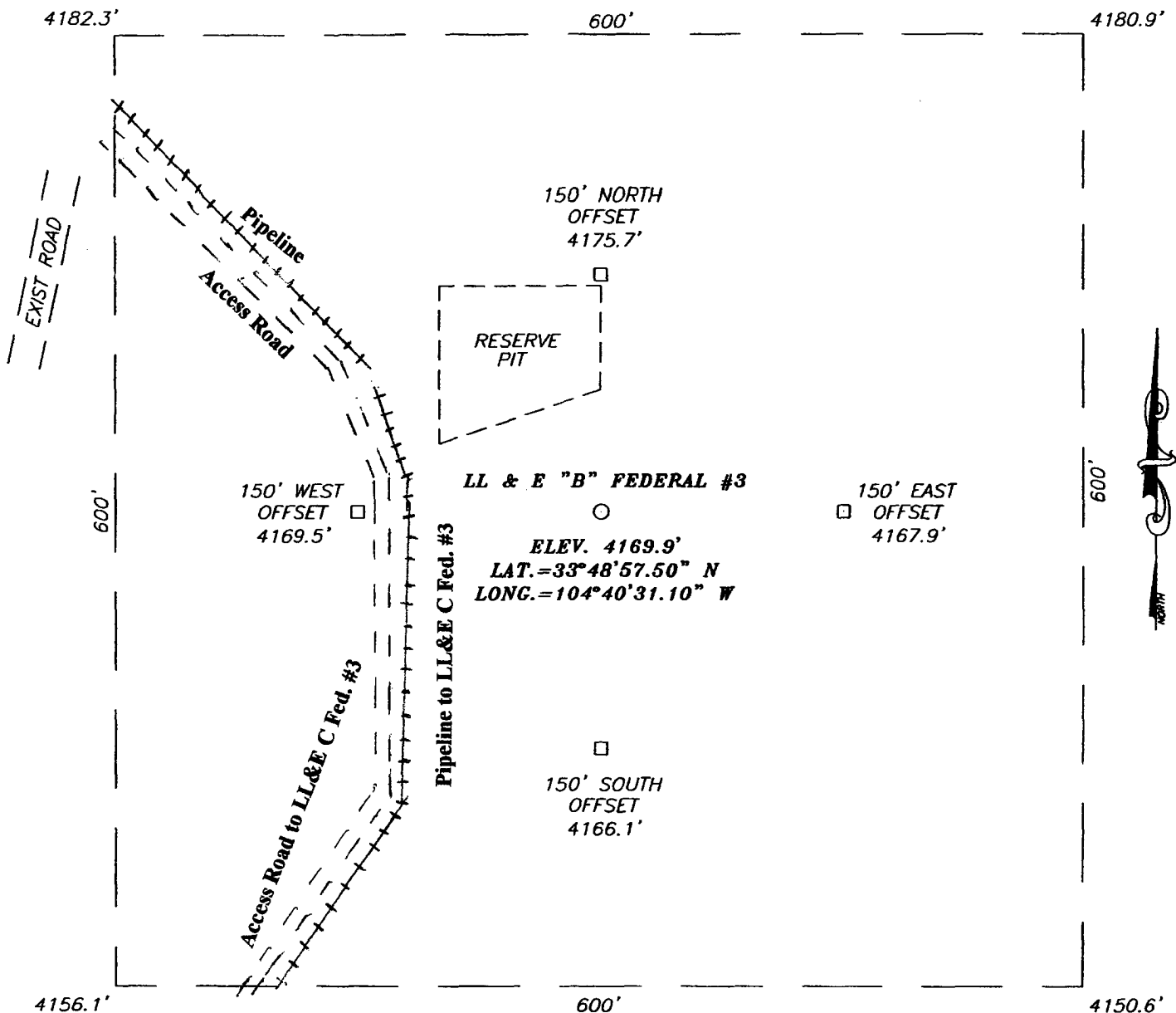
Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn.	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 160	Joint or Infill	Consolidation Code	Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

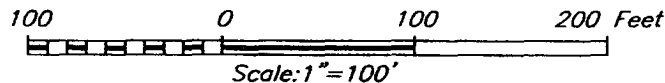
	<p>RECEIVED</p> <p>NOV 21 2005</p> <p>OCD-ARTESIA</p>	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p>Signature <i>James L. Schultz</i></p> <p>Printed Name James L. Schultz</p> <p>Agent</p> <p>Title 11/2/2005</p> <p>Date</p>
	<p>GEODETIC COORDINATES NAD 27 NME</p> <p>Y=1024568.1 N X=396132.1 E</p> <p>LAT.=33°48'57.50" N LONG.=104°40'31.10" W</p>	<p>SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>OCTOBER 29, 2005</p> <p>Date Surveyed JR</p> <p>Signature & Seal of Professional Surveyor <i>Ronald J. Eidson</i></p> <p>Certificate No. GARY EIDSON 12641 RONALD J. EIDSON 3239</p>

SECTION 12, TOWNSHIP 6 SOUTH, RANGE 22 EAST, N.M.P.M.,
 CHAVES COUNTY, NEW MEXICO



DIRECTIONS TO LOCATION

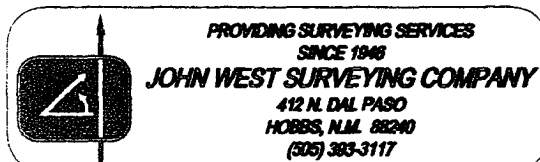
FROM THE INTERSECTION OF U.S. HWY. # 285
 AND CO. RD. #40 (STARGRASS RD.) GO WEST ON
 CO. RD. #40 FOR APPROX. 2.5 MILES TO A
 CALICHE ROAD ON THE RIGHT. TURN RIGHT (NORTH)
 AND GO APPROX. 2.0 MILES, TURN LEFT (WEST)
 AND GO APPROX. 1.0 MILES, TURN RIGHT (NORTH)
 AND GO APPROX. 0.15 MILES PAST CATTLEGUARD.
 TURN WEST AND GO APPROX. 2.5 MILES TO A
 ROAD ON THE LEFT. TURN LEFT (S/W) AND GO
 APPROX. 0.6 MILES TO A PROPOSED ROAD SURVEY.
 FOLLOW PROPOSED ROAD SURVEY APPROX. 245'
 EAST TO THIS LOCATION.

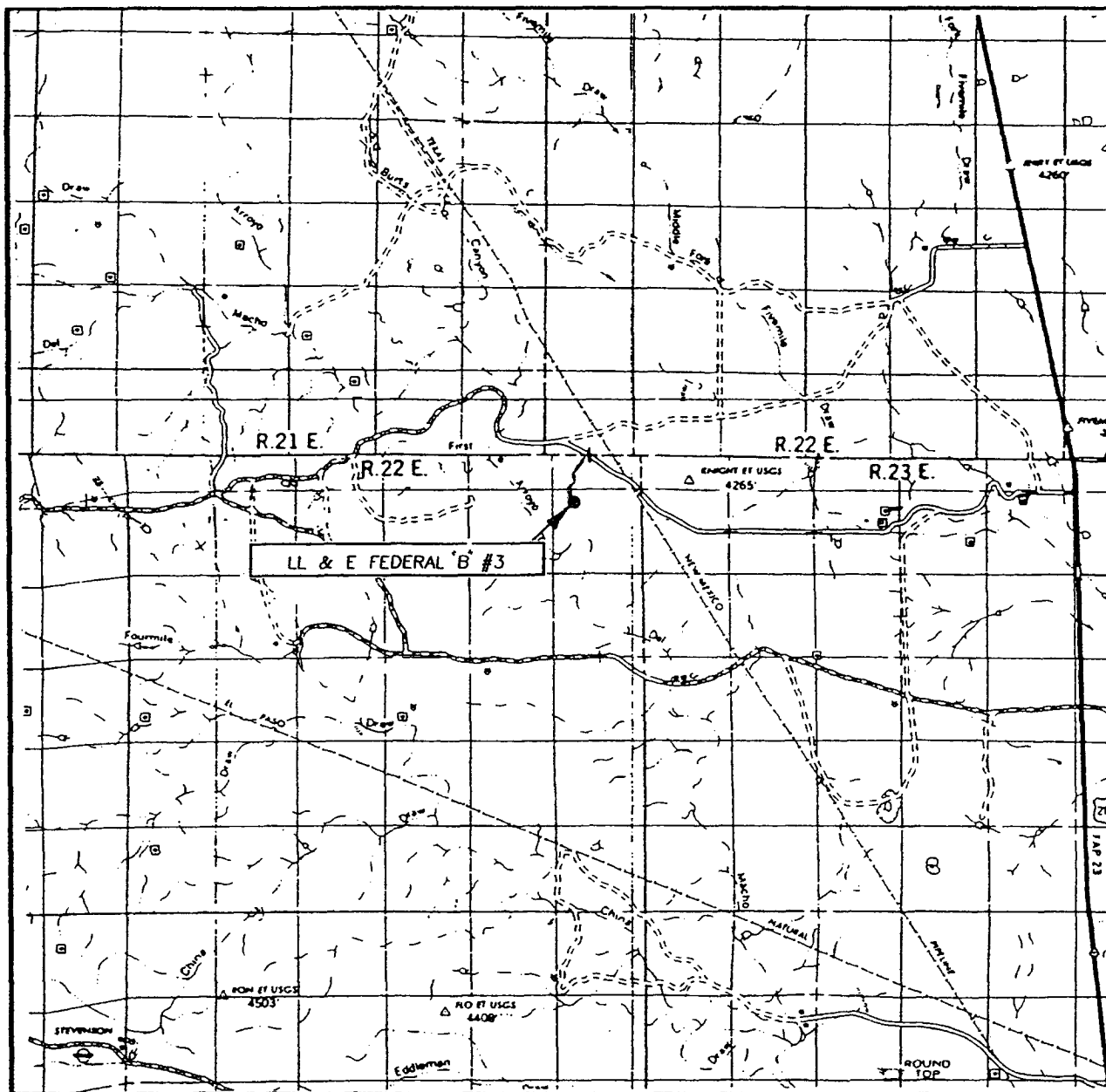


McKAY OIL CORPORATION

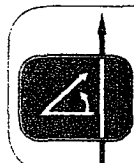
LL & E "B" FEDERAL #3 WELL
 LOCATED 610 FEET FROM THE NORTH LINE
 AND 1980 FEET FROM THE WEST LINE OF SECTION 12,
 TOWNSHIP 6 SOUTH, RANGE 22 EAST, N.M.P.M.,
 CHAVES COUNTY, NEW MEXICO.

Survey Date: 10/29/05	Sheet 1 of 1 Sheets
W.O. Number: 05.11.1664	Dr By: J.R.
Date: 11/01/05	Disk: CD#5
05111664	Scale: 1"=100'



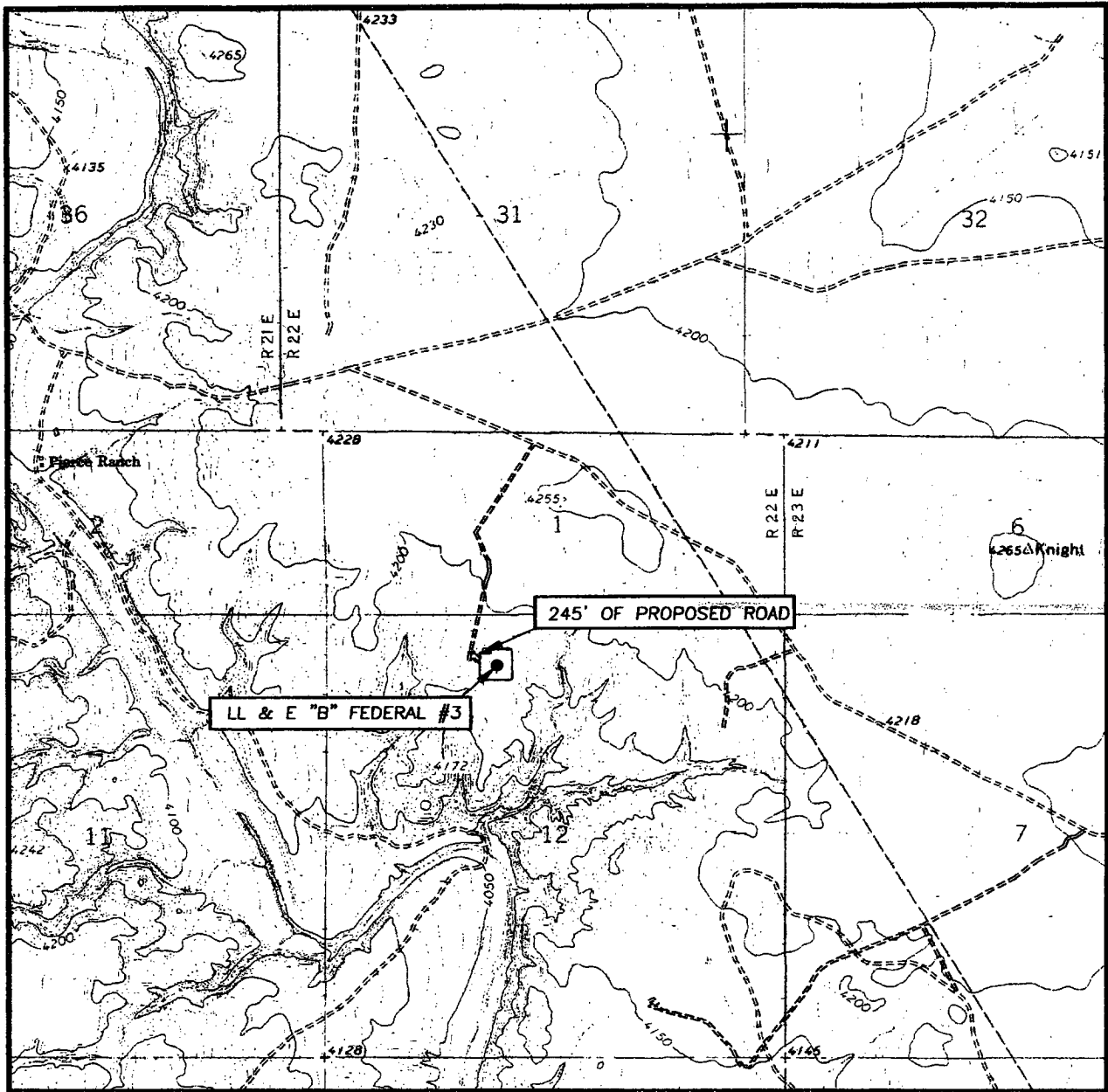


SEC. 12 TWP. 6-S RGE. 22-E
SURVEY _____ N.M.P.M. _____
COUNTY _____ CHAVES _____
DESCRIPTION 610' FNL & 1980' FWL
ELEVATION _____ 4170'
McKAY
OPERATOR _____ OIL CORPORATION _____
LEASE _____ LL & E "B" FEDERAL _____



**PROVIDING SURVEYING SERVICES
SINCE 1946
JOHN WEST SURVEYING COMPANY
412 N. DAL PASO
HOBBS, N.M. 88240
(505) 393-3117**

LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL:
MESA SW, N.M. - 10'

SEC. 12 TWP. 6-S RGE. 22-E

SURVEY N.M.P.M.

COUNTY CHAVES

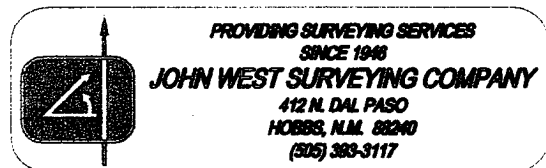
DESCRIPTION 610' FNL & 1980' FWL

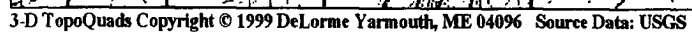
ELEVATION 4170'

McKAY
OPERATOR OIL CORPORATION

LEASE LL & E "B" FEDERAL

U.S.G.S. TOPOGRAPHIC MAP
MESA SW, N.M.





500 ft Scale: 1 : 12,800 Detail: 14-0 Datum: WGS84