

575 627 0276

T-991 P 002/005 F-491

Sep-12-08 08:32am From: United States Dept of Interior BLM Ros

Form 3160-5
(November 1994)

OPERATOR'S COPY

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.FORM 3160-5
Expires July 31, 1996

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 C FED #8

9. API Well No.

30-005-64041

10. Field and Pool, or Exploratory Area

WEST PECOS ABO SLOPE

11. County or Parish, State

CHAVES COUNTY, 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"/> Temporary Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Described 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 recompletion 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 desires to amend the APD to provide for the following variances:

- 1) Modify reserve pit dimensions from 60' X 60' X 8' to 60' X 80' X 4'-6'. Hard rock was hit during excavation of pit. Operator wishes to extend the pit 20' east.
- 2) On 9/11/08, excavation on the pit commenced when hard rock was encountered at a depth between 4' and 6' on east side of location. Operator desires to amend the APD to provide for the following variances: Modify reserve pit dimensions from 60' X 60' X 8' to 60' X 80' X 4'-6'.

WHEN OPERATIONS ARE BEING CONDUCTED ON THIS WELL
THE OPERATOR SHALL HAVE THE APD, CONDITIONS OF
APPROVAL AND APPROVED SUNDRY NOTICE ON THE WELL
SITE. THEY SHALL BE MADE AVAILABLE UPON REQUEST
BY THE AUTHORIZED OFFICER.

I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

CAROL SHANKS

Signature

Carol Shanks

Title

PRODUCTION ANALYST

Date

9/11/2008

Approved By

Bui Abroso

Title

NCS - BCM

Date

9-12-08

Office

ROSWELL FIELD OFFICE

conditions of approval, if any, are attached. Approval of this notice does not warrant
certify that the applicant holds legal or equitable title to those rights in the subject lease
which would enable the applicant to conduct operations thereon.

18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or
audacious statement or representation as to any matter within its jurisdiction.

Sep-12-08 08:32am

From-United States Dept of Interior BLM Ros

575 627 0276

T-891 P.004/005 F-491

09/12/2008 09:15

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MCKAY OIL

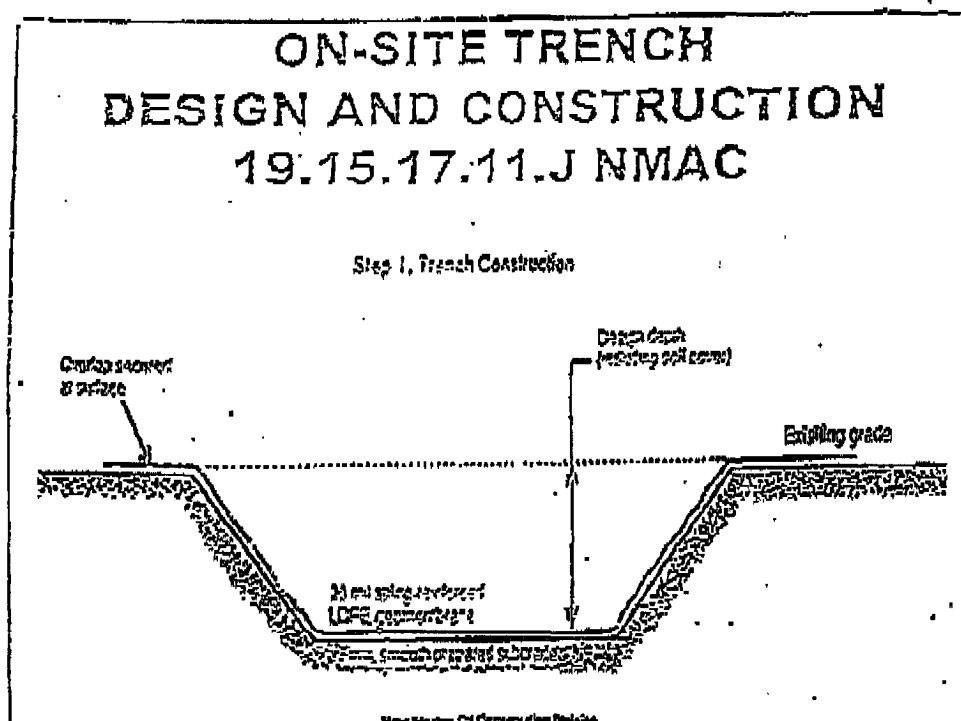
MCKAY OIL CORPORATION - LOOKOUT C FED #8
990' FEL & 2310' FNL, SE¼NE¼, Unit H, SEC9, T6S, R22E
API: 30-005-64041

McKay Oil Corporation
P. O. Box 2014
Roswell, NM 88202

PIT DESIGN AND CONSTRUCTION SPECIFICATIONS (19.15.17.11)
***Pit Amendment (9/11/08)**

General Specifications

1. Any topsoil, which can sustain plant vegetation, will be bladed and piled for future rehabilitation.
2. The location slopes very slightly from the west to the east. Due to hard rock, pit will be dug to 6' depth on northeast corner and taper to 4' depth on the northwest corner.
3. The 60' X 80' pit shall be constructed and maintained so that runoff water from outside the location is not allowed to enter the pit. The berms surrounding the entire perimeter of the pit shall extend a minimum of two (2) feet above ground level. At no time will standing fluids in the pit be allowed to rise above ground level.
4. Pit will be properly constructed on firm unyielding base, free of large rocks, debris and sharp edges to support all liquids and prevent tears.
5. A 20 MIL. low linear density polyethylene (LLDPE), string-reinforced liner, with factory-welded seams will be placed on excavated ground bed by qualified a qualified backhoe service. Liner will be large enough to reduce stress-strain on the liner.
6. Anchor trench will be 18" deep and all edges anchored securely.
7. A four foot high, four-stranded barbed wire fence, evenly spaced between 4', will be erected around 3 sides on three (3) sides during drilling operations. The fourth side shall be fenced immediately upon rig release.
8. A well sign has been placed at entrance of facility, thus Operator is exempt from placing an additional sign on location, per Rule 103, 19.15.3.103, NMAC:



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MCKAY OIL

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Sep-12-08

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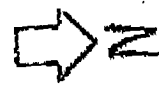
From-United States Dept of Interior BLM Ros

575 827 0276

MCKAY ULL

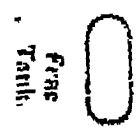
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Mckay Oil Corporation
Lookout C Federal #8
SEC 9, T6S, R22E

*Press
Pawl*



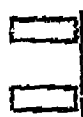
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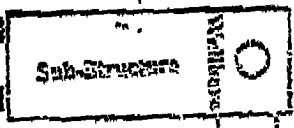
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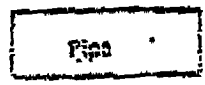
Trumps



Sub-Structure



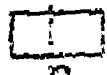
Pipe



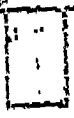
Booster



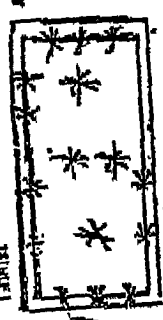
Generator



Oil House



Air Compressor



250'