



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

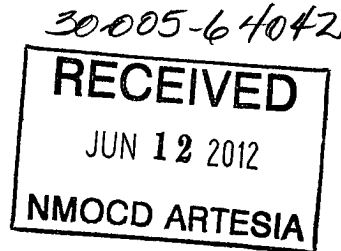
Pecos District
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201-2019
www.nm.blm.gov



JUN 08 2012

In Reply Refer To:
NM-36192
3160 (P0130)

McKay Oil Corporation
One McKay Place
Roswell, NM 88201



Gentlemen:

Your Application for Permit to Drill (APD), approved August 27, 2008 for two years for the Lookout C Federal Well No. 3, located 2310 feet FSL and 330 feet FWL (NW $\frac{1}{4}$ SW $\frac{1}{4}$) Sec. 10, T. 6 S., R. 22 E., Chaves County, New Mexico, Federal lease NM-36192 has expired August 27, 2010 because drilling has not commenced within two years of the approval date.

If drilling operations have commenced on the referenced well, please contact David Glass, Petroleum Engineer, Lands and Minerals at (575) 627-0275 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies) so we may correct our records.

If the well has not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.

If you wish to drill this well at a later date, please submit a complete application (1 original and 5 copies). Since the original APD has expired, the resubmitted APD will be subject to all of the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file for information which will expedite the processing.

Sincerely,

/s/ Angel Mayes

Angel Mayes
Assistant Field Manager,
Lands and Minerals

cc:
~~N~~MOCD-Artesia