

McKay Oil Corporation

NM OIL CONS. COMMISSION

Drawer DD

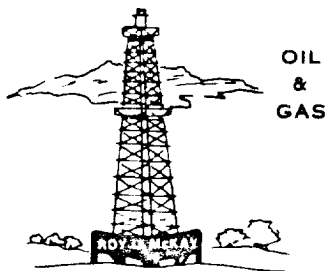
Artesia, NM 88210

ROY L. MCKAY, PRESIDENT

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

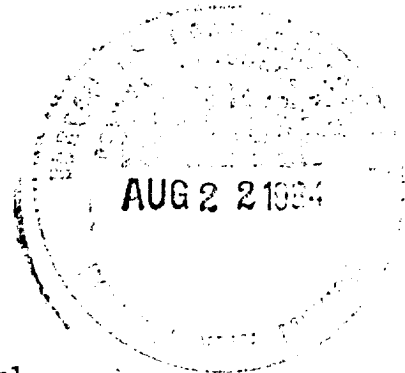
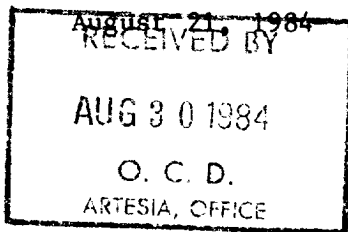
(IDFW) OFFICE FIRST CITY TOWER, SUITE 590

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



Bureau of Land Management
P.O. Box 1867
Roswell, New Mexico 88202

Attention: Paul R. Panther



Re: Off Lease Approval
Husky-McKay Federal #1
660' FSL & 1930' FEL
Section 18: SE/4
T-8-S, R-26-E, NMPM
Chaves County, New Mexico

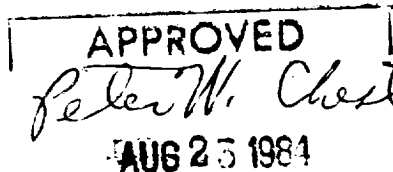
Gentlemen:

NM-16087

McKay Oil Corporation has hooked up the captioned well. We have contracted the Land & Resources Department of the BLM and Transwestern Pipeline Company and it was decided that the Meter Run should be located in Section 13: SE/4, T-8-S, R-25-E, NMPM at Transwestern's P.I. Station #54+20.73. The off lease measurement project is as follows:

1. A plat showing the proposed pipeline route and Meter Run location is attached.
2. A plat showing the lease number and location of the gas well, producing from the Abo formation, that is connected to the proposed off-lease facility is attached.
3. A schematic diagram which locates and identifies the equipment utilized is attached.
4. An estimated 700 mcf of gas per day is expected to flow through this pipeline and meter run.
5. The production shall be measured by a Transwestern Pipeline meter run and will be checked once per day by an independent pumping service.

Therefore, McKay Oil Corporation is requesting and off lease approval for hookup of this well. We would appreciate your approval at your earliest convenience. Thank you.

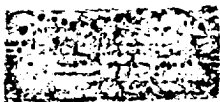


Very truly yours,

MCKAY OIL CORPORATION

James L. Schultz
Contracts & Land

JLS



RECEIVED
AUG 22 9 14 PM '84

NM-016087

NOTICE OF INCIDENTS OF NONCOMPLIANCE DETECTED

Date:

Aug. 2, 1984

CERTIFIED - RETURN RECEIPT REQUESTED - P243 160 935

Bureau of Land Management Office:

Operator:

Time (24-hour clock):

Roswell, NM

McKay Oil Corp.

1140

Address:

Address:

P.O. Box 1867

P.O. Box 2014, Roswell, NM 88201

Site:

To (company representative):

SWSE Sec. 18, T. 8 S., R. 26 E.

Gary Richburg

THE FOLLOWING LIST OF INCIDENTS OF NONCOMPLIANCE WERE FOUND BY BLM INSPECTORS ON THE DATE AND AT THE SITE LISTED ABOVE.

WARNING IS HEREBY GIVEN TO CORRECT THE FOLLOWING DEFICIENCIES:

Incident of Noncompliance (INC)

Corrective Action Taken

Date

Unapproved off-lease measurement

of gas

Please request approval per

attached instructions from

Engineer (address above)

FAILURE TO CORRECT THIS INC IN THE SPECIFIED
TIME WILL RESULT IN THE ASSESSMENT OF \$250 -
PER DAY TO US 3163.3A

(If more space is needed attach separate sheet)

YOU ARE HEREBY ORDERED TO SUSPEND (SHUT-IN) THE FOLLOWING OPERATION(S):
(Related INC marked with asterisk*)

Signature of BLM Representative:

Date:

Time:

Each incident of noncompliance listed must be corrected within (30) days.

The date each incident of noncompliance was corrected must be reported to the BLM office at the address shown within (40) days from the date of this Notice.

No operation suspended by this order may be resumed until the corrective action has been inspected by the BLM.

RECEIVED AUG 16 1984

Failure to suspend an operation as ordered, to correct the cited deficiencies within the prescribed time, or to report the corrective action within the prescribed time can result in further enforcement actions being taken in accordance with Title 43 Code of Federal Regulations.

AUTHORIZATION TO RESUME OPERATION

Signature of BLM Representative:

Date:

Time:

RIGHT-OF-WAY SURVEY PLAT

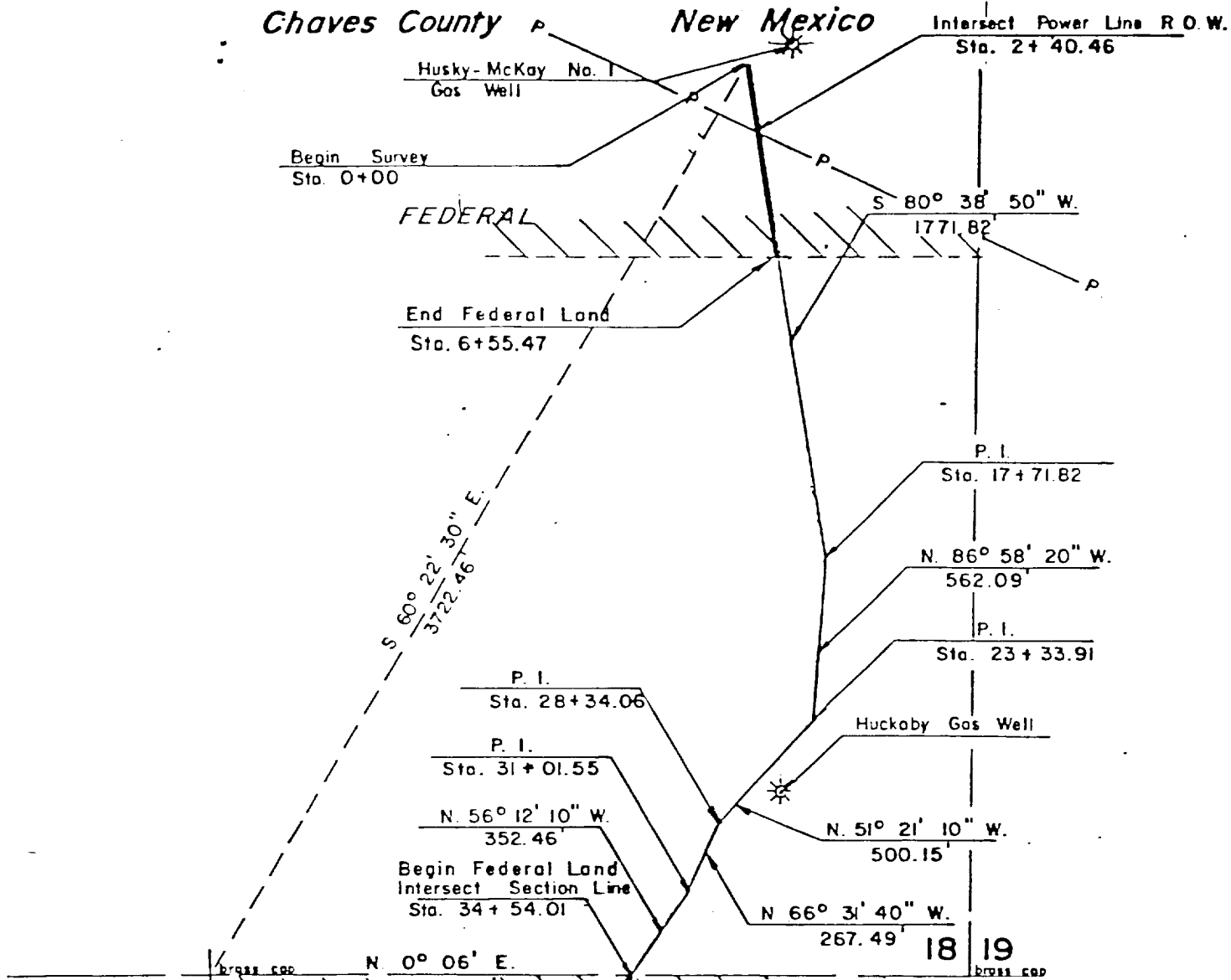
McKay Oil Corporation

Section 13, Township 8 S., Range 25 E.

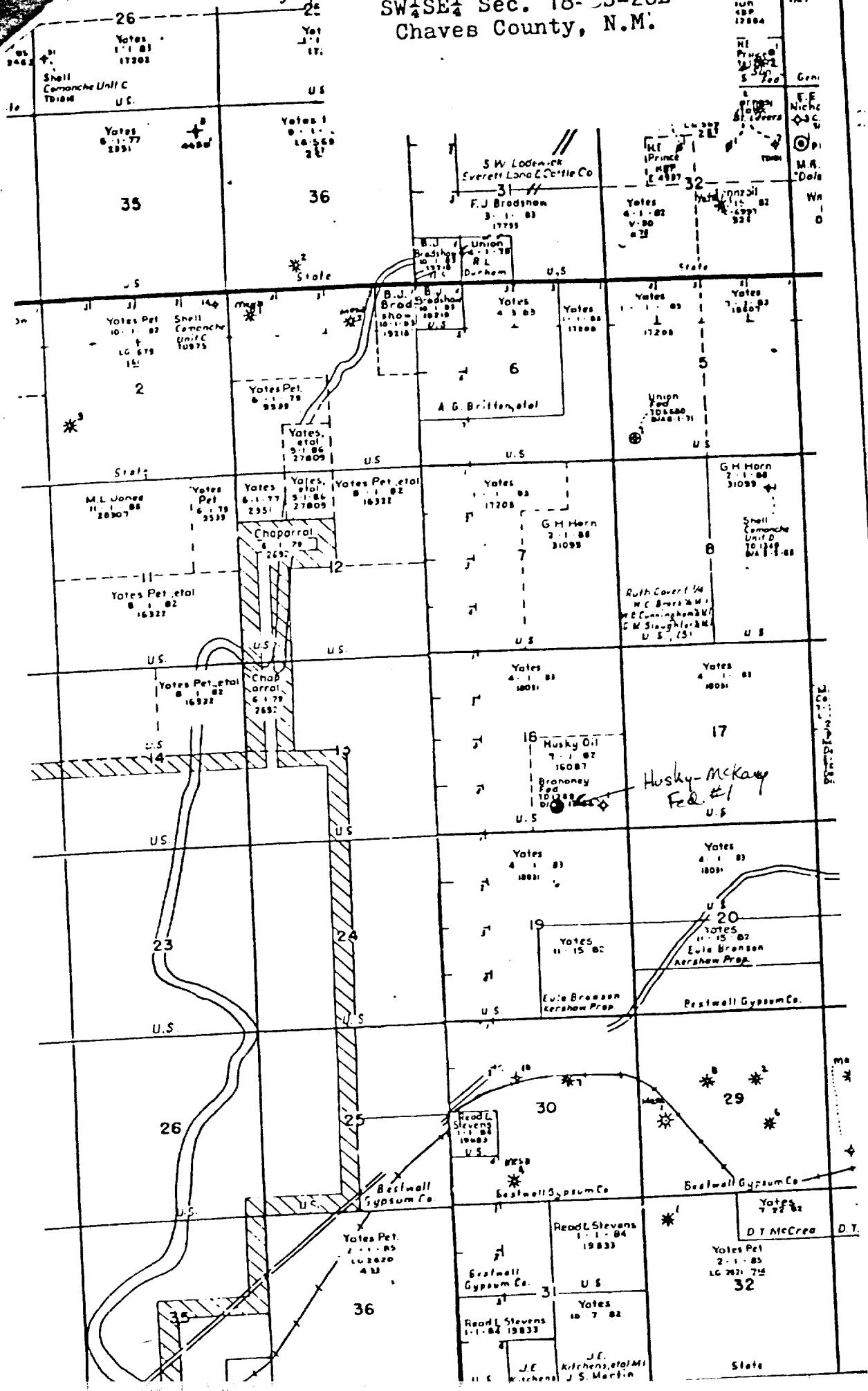
Section 18, Township 8 S., Range 26 E.

Chaves County

New Mexico



MCKAY OIL CORP.
 NO. 1 HUSKY-MCKAY FED.
 SW $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 18-S-26E
 Chaves County, N.M.



MCKAY OIL CORPORATION
Husky-McKay Federal #1
Section 18: SE/4-8S-26E
Chaves County, New Mexico

