

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.
30-005-62880-0000

5. Indicate Type of Lease
STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
Desert Rose

8. Well No.
#1

9. Pool name or Wildcat
W. Pecos Slope Abo

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
OIL WELL ☐ GAS WELL ☒ OTHER

2. Name of Operator
McKay Oil Corporation

3. Address of Operator
P.O. Box 2014, Roswell, NM 88202

4. Well Location
Unit Letter M : 660 Feet From The South Line and 990 Feet From The West Line
Section 12 Township 6S Range 22E NMFM Chaves County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
4094

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

McKay Oil Corporation plans to plug and abandon this well as follows:

1. Set CIBP @ 2875'
2. Set 5 sks cement plug 2875' to 2840', approx. 35 feet.
3. POH
4. Cut 4-1/2" @ 2750'.
5. Set 25 sks cement plug across 4-1/2" stub 2840' to 2750' * 7700'
6. WOC- Tag plug.
7. Set 50 sks cement plug across 8-5/8" shoe 1004' to 950' * 1054'
8. WOC - Tag plug
9. Set 30 sks cement plug 100' to surface.
10. Install Dry hole marker and clean location.

* Drilling between all cement plugs. Notify NMCD to witness plugging operations.
McKay Oil anticipates having this well plugged and abandoned on or before June 30, 1998.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Bill J. Milstead TITLE Vice President DATE 6-9-98
TYPE OR PRINT NAME Bill J. Milstead TELEPHONE NO. 623-4735

(This space for State Use)

APPROVED BY Mike S. [Signature] TITLE Field Rep. II DATE June 11, 98
CONDITIONS OF APPROVAL, IF ANY: