

Form 3160-3
(August 1999)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

1a. Type of Work: ☒ DRILL ☐ REENTER		5. Lease Serial No. NM 32323 A	
1b. Type of Well: ☐ Oil Well ☒ Gas Well ☐ Other ☐ Single Zone ☐ Multiple Zone		6. If Indian, Allottee or Tribe Name	
2. Name of Operator McKay Oil Corporation		7. If Unit or CA Agreement, Name and No. 26722	
3a. Address P.O. Box 2014 Roswell, NM 88202		8. Lease Name and Well No. Five Mile Tank "B" Bed #5	
3b. Phone No. (include area code) 505-623-4735		9. API Well No. 30-005-63288	
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface At proposed prod. zone 1760' FSL & 660' FWL		10. Field and Pool, or Exploratory W. Pecos Slope Abo	
14. Distance in miles and direction from nearest town or post office 23 miles North of Roswell, NM		11. Sec., T., R., M., or Bk. and Survey or Area 17 - T6S, R23E, N.M.P.M.	
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 660'	16. No. of Acres in lease 1360.00	17. Spacing Unit dedicated to this well 160.00	
18. Distance from proposed location to nearest well, drilling completion, applied for, on this lease, ft. 1392'	19. Proposed Depth 3400'	20. BLM/BIA Bond No. on file NM 1981	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 4109' GL	22. Approximate date work will start 3/15/00	23. Estimated duration 15 days	
24. Attachments			

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (If the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

25. Signature <i>Bill J. Milstead</i>	Name (Printed/Typed) Bill J. Milstead	Date 2-9-00
Title Vice President		
Approved by (Signature) <i>Armando A. Lopez</i>	Name (Printed/Typed) (ORIG. SGD.) ARMANDO A. LOPEZ	Date 2-9-00
Title Acting Assistant Field Manager,	Office ROSWELL FIELD OFFICE	APPROVED FOR 1 YEAR

Application approval does not constitute a finding that applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

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 reverse)

NSL- Drill Only. NSL required to produce well.
Bryan Hunt Oil Conservation Division.

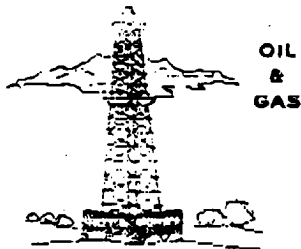
10-3-00

McKay Oil Corporation

ROY L. MCKAY, PRESIDENT

MAILING ADDRESS: P.O. BOX 2014 ROSWELL, N.M. 88202 • TELEPHONE 505/623-4735

STREET ADDRESS: ONE MCKAY PLACE ROSWELL, N.M. 88201 • FAX NO. 505/624-2202

**C O V E R**
S H E E T**FAX**

To: OCD - Brian Stubblefield
Fax #: 505-748-9720
Subject: C102 Well Location and Acreage Dedication Plat
Date: October 10, 2000
Pages: 2, including this cover sheet.

COMMENTS: This is the actual plat for the Five Mile Tank "B" Fed. #5 well.

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If you have received this communication in error, please notify us immediately by telephone and return the original message to us at the above address via regular U.S. Mail.

If you do not receive the indicated number of pages, PLEASE CONTACT US IMMEDIATELY AT 505-623-4735.

From the desk of...

Bill Minstead
Vice President - Land & Legal
McKay Oil Corporation
P.O. Box 2014
Roswell, New Mexico 88202

(505) 623-4735
Fax: (505) 624-2202

Submit to Appropriate
District Office
State Lease - 4 copies
For Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-87

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Aztec, NM 88210

DISTRICT III

1500 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator McKAY OIL CORP.			Lease FIVE MILE TANK FED "B"		Well No. 5
Unit/Lesser L	Section 17	Township 6S	Range 23E	County CHAVES	
Actual Footage Location of Well:					
1760 feet from the SOUTH line and		660 feet from the WEST line			
Graided level Elev. 4109	Producing Formation ABO	Pool W. Pecos Slope Abo		Dedicated Acreage: 160 Acres	
1. Outline the acreage dedicated to the subject well by colored pencil or ink on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by commutation, unitization, force-pooling, etc.? ☐ Yes ☐ No If answer is "yes" type of consolidation _____ If answer is "no" list the owners and unit descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) No allowable will be assigned to the well until all interests have been consolidated (by commutation, unitization, force-pooling, or otherwise) or until a free-standing unit, eliminating such interest, has been approved by the Division.					
			OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature: <i>Bill J. Milstead</i> Printed Name: Bill J. Milstead Position: Vice President Company: McKay Oil Corporation Date: 2-4-00		
			SURVEYOR CERTIFICATION 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 knowledge and belief. Date Signed: 1/29/00 Signature: <i>Jackie D. Atkins</i> Professional Surveyor Certificate No. LS 8504		
			LS 8504		