

N.M. Oil Cons. Division

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
Artesia, NM 88210-2834

~~RESTRICTED ACCESS~~

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No.
2. Name of Operator McKay Oil Corporation		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 2014 Roswell, NM 88202	3b. Phone No. (include area code) 505-623-4735	7. Permit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Snakeweed "B" Fed. #4, Cactus Fed. #4, Cactus "B" Fed. #4, Lookout "B" Fed. #8, Pierce "B" Fed. #2 and Eppers "B" Fed. #1		8. Well Name and No.
		9. APD Well No. 30-005-63378
		10. Field and Pool, or Exploratory Area W. Pecos Slope Abo
		11. County or Parish, State Chaves, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" 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 checked="" type="checkbox"/> Other <u>Surface Casing Program</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe 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 recomplete 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.)

McKay Oil Corporation requests the following be added to the Supplemental Drilling Data, attached to the Applications for Drilling Permits for the wells listed above.

If when cementing surface casing, the cement does not circulate to the surface, McKay will calculate the approximate height of the cement by using the lift pressure calculations. McKay will then wait 2 hours after displacing the cement, run the 1" tubing down the annulus to tag the top of the cement. In the event the tubing does not reach the top of the cement or within 100 feet of the top of the cement, McKay will run a temperature survey to determine the top of the cement.

At such time as the 1" tubing reaches the top of the cement or within a reasonable distance from the top, commence with dumping pea gravel down the annulus and pumping cement through the 1" tubing, until the cement circulates to the surface. If cement top is within 50' of the surface, pea gravel can be dumped down the annulus as a slurry (pea gravel & cement).

14. I hereby certify that the foregoing is true and correct		NOTE: BLM REPRESENTATIVE HAS FINAL DECISION CONCERNING THE	
Name (Printed/Typed) Bill J. Milstead	Title Vice President	ABOVE MATTERS.	
Signature <i>Bill J. Milstead</i>	Date 11/8/00		

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office