Form approved. Budget Bureau No. 1004-033 UNITED STATES

SUBMIT IN TRIPLICATE*

(Other Instructions on reverse side) Fcrm 3160-5 Expires August 31, 1985 (November 1983) 5. LEASE DESIGNATION AND SERIAL (Formerly 9-331) BUREAU OF LAND MANAGEMENT NM-5980 6. IF INDIAN, ALLOTTEE OR TRIBE HAME 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—" for such proposals.) 7. UNIT AGREEMENT NAME WELL 8. FARM OR LEASE NAME Federal 21 Merrion Oil & Gas Corporaiton 9. WBLL NO. 3. ADDRESS OF OPERATOR P. O. Box 840, Farmingotn, New Mexico 87499
LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*
See also space 17 below.) 10. FIELD AND POOL OR WILDCAT At surface Ojo Encino 11. SEC., T., B., M., OR BLK. AND SURVEY OR AREA 2310' FSL and 2310' FWL Sec. 21, T20N, R5W 12. COUNTY OR PARISH: 13. STATE 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 14. PERMIT NO. McKinley New Mexico 6,787' KB Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data 16 SUBSEQUENT REPORT OF : NOTICE OF INTENTION TO REPAIRING WELL WATER SHUT-OFF PULL OR ALTER CASING TEST WATER SHUT-OFF FRACTUBE TREATMENT ALTERING CASING MILLTIPLE COMPLETE PRACTURE TREAT ABANDONMENT SHOOTING OR ACIDIZING SHOOT OR ACIDIZE REPAIR WELL CHANGE PLANS NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form. 17. DESCRIBE PROPOSED OR COMPLETE: OPERATIONS (Clearly State all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.). Merrion Oil & Gas Corporation requests that the subject well remain We are currently reviewing various alternatives to maximize oil recovery from the Entrada formation. These include possibly utilizing the subject well to (1) re-enter and kick off as a horizontal well, or (2) use the well in a CO₂ tertiary recovery project. In either case, an unplugged wellbore will likely be useful and valuable. JUL 14 1990

APPROVED

SIGNED T. Greg Merrion

(This space for Federal or State office use)

APPROVED BY CONDITIONS OF APPROVAL, IF ANY:

*See Instructions on Reverse Side

APPROVED

APPROVED

B/16/89

AUG 2 4 1989

CONDITIONS OF APPROVAL, IF ANY:

*See Instructions on Reverse Side

Title 18 U.S.C. Section 1991, makes 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.