Distribution: O+4 (BLM); 1-Accounting; 1- Land; 1-File FORM APPROVED UNITED STATES Form 3160-5 Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR (fune 1990) Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. Contract 360 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT--" for such proportion 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICAT Type of Well Oil Gas X Well Well Well Name and No. Bonanza No. 3 Name of Operator API Well No. (14634)Merrion Oil & Gas Corporation 30-043-20497 Address and Telephone No. 10. Field and Pool, or Exploratory Area 610 Reilly Avenue, Farmington, NM 87401-2634 W. Lindrith Gallup/DK Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 790' fnl & 790' fwl (nw nw) Sandoval County, Section 1, T22N, R3W New Mexico CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment Notice of Intent New Construction Recompletion Non-Routine Fracturing Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Dispose Water Other (Note: Report results of multiple completion on Completion or Recompletion Report and Log form.) Describe Proposed or completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, group a bautione locurione and manager and mile vertical depths for oil managers and more perment to this work." The subject well and we propose to plug and abandon the wellbore. A detailed plugging procedure will follow. I hereby gertify that the foregoing is true and correct 11/13/00 Title Engineer Signed Connie S. Dinning Lands and Mineral Resources (This space for Federal or State office Isl Patricia M. Hester NOV 27 Title Approved By Conditions of approval, if any: Title 18 U.S.C. Section 1001, 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.