Distribution: O+4 (BLM); 1-Accounting; 1- Land; 1-File **UNITED STATES** Form 3160-5 FORM APPROVED DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 (June 1990) BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS Contract 360 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 proposals Jicarilla Tribe If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE Type of Well Oil Gas X Well Well Well Name and No. Name of Operator Bonanza No. 4 (14634)API Well No. Merrion Oil & Gas Corporation 30-043-20519 Address and Telephone No. 610 Reilly Avenue, Farmington, NM 87401-2634 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Chacon Dakota 790' fnl & 790' fel (ne ne) 11. County or Parish, State Section 11, T22N, R3W Sandoval County, New Mexico CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Abandonment Change of Plans Recompletion New Construction Plugging Back Non-Routine Fracturing Subsequent Report Casing Repair Water Shut-Off Altering Casing Final Abandonment Notice Conversion to Injection Other Dispose Water (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, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\* Merrion Oil & Gas proposes to evaluate the subject wellbore for repair and return to production. The well was damaged in May, 1997, by a KCI substitute. Proposed remedial treatments have been ruled out as uneconomic. We propose to re-evaluate a treatment and to detemine whether it can be repaired economically. We will need to justify repair costs to co-owners and receive AFE approvals. The evaluation and proposal for well work will be completed no later than August 1, 2000. I hereby certify that the foregoing is true and correct Title Engineer Signed Connie S. Dinning (This space for Federal or State office use Lands and Mineral Resources 6-26-N Title Approved B 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.