Distribution: O+4 (BLM); 1-Accounting; 1- Land; 1-File **UNITED STATES** Form 3160-5 FORM APPROVED (June 1990) Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS SF-079298-C Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT--" for such property SUBMIT IN TRIPLICATE 7. If Unit or CA, Agreement Designation Type of Well Oil Gas X Well Other Well Name of Operator Shelby Federal 1 Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No. 30-039-06991 (505) 327-9804 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) **Basin Dakota** 1720' fnl & 1000' fel (SENE) 11. County or Parish, State (H) Section 24, T27N, R7W, NMPM Rio Arriba County, New Mexico CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other Change of Operator 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.)* EFFECTIVE SEPTEMBER 1, 2000 THE NEW OPERATOR OF THIS WELL WILL BE: FOUR STAR OIL & GAS COMPANY ATTN: ALLEN DAVIS 3300 NORTH BUTLER AVENUE **FARMINGTON, NEW MEXICO 87401** I hereby certify that the foregoing is true and correct Title President T. Greg Merrion (This space for Federal or State office use) Date AUG 2 - 2000 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 and States

NMOCD

or representations as to any matter within its jurisdiction.