Distribution: O+4 (BLM); 1-Accounting; 1-Crystal; 1-File UNITED STATES Form 3160-5 FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS SF-080384-B 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 SUBMIT IN TRIPLICATE If Unit or CA, Agreement Designation Type of Well Oil X Well 'Well Well Name and No. Name of Operator HICCUP A No. 2 Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No 30-045-30257 610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Basin Fruitland Coal (71629) 1820' fsl & 820' fwl (nw sw) 11. County or Parish, State Section 3, T26N, R12W San Juan County, New Mexico 12. CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment (Temporary) 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 Temporary Pit Use Dispose Water 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 use the lined cirill pit on location for temporary produced water storage. Water will be trucked offsite to an approved SWD facility for disposal. The Flush No. 1 SWD has been drilled, and we are working on the completion and the injection facility design and construction. The Merrion SWD well should be in operation in about six months. A holding tank will be installed and the drill pit will be closed at that time. We propose to cease discharge to the drill pit at the subject well by July 1, 2001. the limit of the control of the last before and MAR 13:50 TOTAL CONTRATORS I hereby certify that the foregoing is true and correct Signed Title Engineer Connie S. Dinning (This space for Federal or Sta Approved By Title 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.