Form 3160-5 (June 1990)

NM OIL CONS MOISELMMC FORM APPROVED ITED STATES Budget Bureau No. 1004-1035 DEPARTMENT OF THE INTERIOR Drawer DD BUREAU OF LAND MANAGEMENT Artesia, NM 88210 Expires: March 31, 1993 NM17095 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee of Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 8. Well Name and No. 1. Type of Well Government D Battery 5 & 6 9 API Well No. Merit Energy Company 16. Field and Pool, or Exploratory Area 3. Address and Telephone No. Fenton Delaware (505)395-2173 P.O. Drawer NN - Jal, NM 88252 11. County or Parish, State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Eddy, New Mexico Unit C, Sec 12, T-21S, R-27E CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans W Notice of Intent

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give perti give subsurface locations and measured and true vertical depths for all markets a

DUE TO LOW PRODUCTION ON THE BATTERY #5 MERIT HAS SWITCHED OUT OF THIS BATTERY TANK #28847 & VERTICAL HEATER TREATER BY SWITCHING HEADER SYSTEMS, ONLY. BY DOING SO MERIT WILL BE ABLE TO MARKET OUR PRODUCTION EASIER. WE WILL COMBINE IT W/BATTERY 6 TANK #28849 & #28848. THE BATTERY 5 EQUIPMENT WILL STAY IN PLACE & BE

USED AS TEST EQUIPMENT FOR WELL #'S 5, 7, 10, 12, 13, 6, & 15. PRODUCTION SWITCHED 9-28-94. IF YOU HAVE ANY QUESTIONS PLEASE CONTACT: RUSSELL WHITED. Title West District, Operations Supt 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 statement or representations as to any matter within its jurisdiction.