Form approved. Budget Burrau No. 1004-613 UNITED STATES Ferm 3160--5 SUBMIT IN TRIPLICATE. DEPARTMENT OF THE INTERIOR TERES (Other Instructions on re-Expires August 31, 1985 (November 1983) 5. LEASE DESIGNATION AND BERIAL S. (Formerly 9-331) EUREAU OF LAND MANAGEMENT NM 53926 6 IF INDIAN, ALLOTTER OR TRIBE NAME SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir, US "APPLICATION FOR PERMIT. " for such proposals.) 7. UNIT AGREEMENT NAME WELL X 8. FARM OR LEASE NAME 2. NAME OF OPERATOR Corrales Merrion Oil & Gas Corporation 9. WELL NO. 3. ADDRESS OF OPERATOR P. O. Box 840, Farmington, New Mexico 87499 LOCATION OF WELL (Report Leation clearly and in accordance with any State requirements.* See also space 17 below). At surface 10. FIELD AND POOL OR WILDCAT WC Mesaverde 11. SEC., T., E., M., OR BLK. AND BURYET OR AREA 465' FSL and 2300' FWL Sec. 3, T20N, R6W 15 ELEVATIONS (Show whether DF, RT, GR, etc.) 12. COUNTY OR PARISH: 13. STATE 14. PERMIT NO. McKinley Co. New Mexico 6901' GL Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data 16 NOTICE OF INTENTION TO SUBSEQUENT REPORT OF : PULL OR ALTER CASING WATER SHUT-OFF REPAIRING WELL TEST WATER SHUT-OFF FRACTURE TREATMENT ALTERING CASING MULTIPLE COMPLETE ABANDON* SHOOTING OR ACIDIZING ABANDONMENT* SHOOT OR ACIDIZE CHANGE PLANS (NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 17. DESCRIBE PROPOSED OF COUNTY 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.). (Other) test well and vent produced gas: Request permission to test subject well and vent produced gas for a 24 hour period. Received verbal approval to perform the above test from Kenny Howell on 1/20/89. 18. I hereby ceretty that the foresying is true and correct TITLE Production Engineer SIGNED T. Greg Merrion (This space for Federal or State office use) APPROVED BY CONDITIONS OF APPROVAL, IF ANY: NWOCC MAREA MANAGER

*See Instructions on Reverse Side

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 faise, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.