Form approved. Budget Bureau No. 1004-0135 SUBMIT IN TRIPLICATE*
(Other_instructions on re-Form 3160-5 November 1983) UNITED STATES Expires August 31, 1985 DEPARTMENT OF THE INTERIOR (Other in verse side) 5. LEASE DESIGNATION AND SERIAL NO. Formerly 9-331) BUREAU OF LAND MANAGEMENT ∕NM 25453 6. IF INDIAN, ALLOTTEE 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.

Use "APPLICATION FOR PERMIT-" for such proposals.) 7. UNIT AGREEMENT NAME WELL GAS X OTHER 8. FARM OR LEASE NAME NAME OF OPERATOR Merrion Oil & Gas Corporation Susco Federal 3. ADDRESS OF OPERATOR 9. WELL NO. P. O. Box 1017, Farmington, New Mexico LOCATION OF WELL (Report location clearly and in accordance with any State requirements.

See also space 17 below.)

At surface 10. FIELD AND POOL, OR WILDCAT RECEIVE WAW PC - Fruitland 11. SEC., T., E., M., OR BLK. AND SURVEY OR AREA 1840' FSL and 1850' FEL APR 0 & 1985 Sec. 9, T26N, R12W 15. ELEVATIONS (Show the her strong, see etc.) MANAGEMENT 12. COUNTY OR PARISH 13. STATE 14. PERMIT NO. 6029' GL San Juan New Mexico 16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF PULL OR ALTER CASING WATER SHUT-OFF REPAIRING WELL MULTIPLE COMPLETE ALTERING CASING FRACTURE TREATMENT FRACTURE TREAT SHOOT OR ACIDIZE ABANDON* SHOOTING OR ACIDIZING ABANDONMENT® CHANGE PLANS REPAIR WELL (Other) (NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) (Other) Frac 17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly stat 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.) * 1. Nipple down well-head, install frac valve. 2. Rig up frac crew. Frac well with 70 Quality Foam as follows: 4,000 Gal. Foam Pad 1 #/gal. 20/40 sand 4,000 Gal. 2 #/gal. 20/40 sand 8,000 Gal. Foam Flush 236 Gal. Total Sand - 20,000 Lbs. Total H20 - 116 Bbls. Desired Rate - 15 BPM. Shut-in 1 hour, open on positive flow choke to atmosphere and clean up. tubing if necessary.) Hookup to gas sales and test. APR 0 9 1985 OIL CON. DIV DIST. 3 hat the foregoing as true and correct 18. I hereby certify TITLE Operations Manager 4/3/85 SIGNED DATE (This place for Federal or State office use) TITLE . APPROVED BY CONDITIONS OF APPROVAL, IF ANY: K-MAREA MANAGER NMOCO Side FARMINGTON RESOURCE AREA *See Instructions on