Drawer DD AFGWETEROWN 88210 UNITED STATES Form 3160-5 Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR (June 1990) BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 5. Lease Designation and Serial No. LC-028978B 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 reentry to a different reservoir. Use "APPLICATION FOR PERMIT-" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well 8. Well Name and No. Oil Gas X Well Well Benson Deep ET Fed Com #1 2. Name of Operator 9. API Well No. Merit Energy Company 30-015-24330 3. Address and Telephone No. 12222 Merit Drive, Suite 1500, Dallas, TX 75251 (214) 701-8377 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) South Leo Wolfcamp Pool 660' FNL & 1980' FEL 11. County or Parish, State Sec. 33 T18S R30E (Unit B, NWNE) Eddy, NM 12. HECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Abandonment Notice of Intent New Construction Recompletion Non-Routine Fracturing Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Dispose Water Other Change of operator 13. Describe Proposed or Completed Operations (Clearly state all pertinent detail, 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.)\* As required by 43 CFR 3100.0-5(a) and 43 CFR 3162.3, we are notifying you of change of operator on the above referenced lease. Merit Energy Company, as new operator, accepts all applicable terms, conditions, etipulations and restrictions concerning operations conducted on the lease or portion of lease described. Merit Energy Company meets federal bonding requirements as follows (43 CFR \$104): Bond Coverage: Statewide BLM Bond File No.: Letter of Credit No.: LASB218432 The effective date of this change is April 1, 1995. 14. I hereby certify that the foregoing is true and correct Date 110/13 Title Regulatory Manager Signed (This space for Federal or State office use) Date 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 of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NM OIL CONS COMMISSION