orm 3160-5 (July 1989)

18. I hereby certify that the foregoing is true and

(This space for Federal or State office use)

CONDITIONS OF APPROVAL, IF ANY:

SIGNED

APPROVED BY

correct

TITLE

CONTACT RECEIVING OFFICE FOR NUMBER OF COPIES REQUIRED

BLM Roswell District Modified Form No. UNITL STATES NM060-3160-4 (Other instructions on reverse DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. (Formerly 9-331) BUREAU OF LAND MANAGEMENT NM-29228 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.) UNIT AGREEMENT NAME RECEIVED WELL X GAS WELL OTHER NAME OF OPERATOR 8. FARM OR LEASE NAME V Meridian Oil Inc. Benson "3" Federal 3a. ANSA CODE & PHONE NO. ADDRESS OF OPERATOR 9. WELL NO. 21 Desta Dr., Midland, TX 79705 915/686-5600 2 & 3 Battery LOCATION OF WELL (Report location clearly and in accordance with any State requirements.* 10. FIELD AND POOL, OR WILDCAT See also space 17 below.) ARTESIA, OFFICE Shugart (Y, SR, Q, G) At surface 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA SE/4 NE/4 Sec. 3, T19S, R30E Sec. 3, T19S, R30E 15. ELEVATIONS (Show whether DF, RT, GR, etc.) 12. COUNTY OR PARISH 13. STATE 14. PERMIT NO. 3440' GR. Eddy NM Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data 16 NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: TEST WATER SHUT-OFF PULL OR ALTER CASING WATER SHUT-OFF REPAIRING WELL FRACTURE TREAT MULTIPLE COMPLETE FRACTURE TREATMENT ALTERING CASING SHOOT OR ACIDIZE ABANDON* SHOOTING OR ACIDIZING ABANDONMENT* REPAIR WELL CHANGE PLANS (NOTE: Report results of multiple completion on Well (Other) No Vent/Flare Extension Completion or Recompletion Report and Log form.) 17. 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 Authorization to vent/flare casinghead gas expires on 6/09/90. Authorization to vent/flare the casinghead gas for up to an additional 45 days or until on or about 7/24/90 is requested. The battery is located in the SE/4 NE/4 Sec. 3, T19S, R30E, Eddy County, NM. Meridian Oil Inc. has been informed by the gas gatherer that a line cannot be installed until "sometime in July". The gatherer is Phillips 66 Natural Gas Company. Phillips has indicated they will lay the line to their existing low-pressure system following the receipt of authorization to do so from the BLM. Current production from the battery is estimated to be 150 mcf casinghead gas.

Sr. Staff Env./Reg. Spec.

04 June 1990

DATE