

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

SUBMIT IN TRIPPLICATE.  
(Other instructions on reverse side)  
Form approved  
Budget Bureau No. 42-R142  
LEASE DESIGNATION AND SERIAL NO.  
NM-014580-A  
6. IF INDIAN, ALLOTTEE OR TRIBE NAME

(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.)

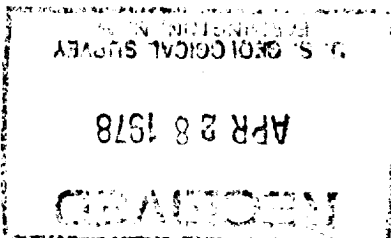
|                                                                         |                                                                                                                                                  |
|-------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------|
| 1. NAME OF OPERATOR<br>J. Gregory Merrion and Robert L. Bayless         | 2. NAME OF OPERATOR<br>WELL <input type="checkbox"/> GAS <input checked="" type="checkbox"/> OTHER <input type="checkbox"/>                      |
| 3. ADDRESS OF OPERATOR<br>P.O. Box 1541, Farmington, NM 87401           | 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.<br>See also space 17 below.)<br>1700 FEL and 970 FSL |
| 5. WELL NO.<br>1                                                        | 6. FIELD AND POOL, OR WILDCAT<br>Dufers Point Gal.-Dak.                                                                                          |
| 7. UNIT AGREEMENT NAME<br>Federal A                                     | 8. FIELD OR LEASE NAME<br>Federal A                                                                                                              |
| 9. COUNTY OR PARISH<br>San Juan                                         | 10. FIELD AND POOL, OR WILDCAT<br>Dufers Point Gal.-Dak.                                                                                         |
| 11. COUNTY OR PARISH<br>San Juan                                        | 12. COUNTY OR PARISH<br>San Juan                                                                                                                 |
| 13. STATE<br>N.M.                                                       | 14. PERMIT NO.                                                                                                                                   |
| 15. ELEVATIONS (Show whether DF, RT, GR, etc.)<br>6992' G.L. 7016' K.B. | 16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data                                                                    |

SUBSEQUENT REPORT OF:

|                     |                      |                       |
|---------------------|----------------------|-----------------------|
| TEST WATER SHUT-OFF | PULL OR ALTER CASING | WATER SHUT-OFF        |
| FRACURE TREAT       | MULTIPLE COMPLETE    | FRACURE TREATMENT     |
| SHOOT OR ACIDIZE    | ABANDON              | SHOOTING OR ACIDIZING |
| REPAIR WELL         | CHANGE PLANS         | CHANGE OF OPERATOR    |
| (Other)             |                      | ABANDONMENT           |
|                     |                      | X                     |

17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state all pertinent details, and give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.) \*  
Completion or Recommendation Report and Log form.

This is to advise of change of operator from Apache Corporation to Merrion & Bayless effective April 1, 1978.



18. I hereby certify that the foregoing is true and correct

SIGNED \_\_\_\_\_ TITLE \_\_\_\_\_ Co-Owner \_\_\_\_\_ DATE April 27, 1978

APPROVED BY \_\_\_\_\_ TITLE \_\_\_\_\_ DATE \_\_\_\_\_

CONDITIONS OF APPROVAL, IF ANY:

\*See Instructions on Reverse Side