Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED BLM

FORM APPROVED Budget Burner No. 1004-0135 Expires: March 31, 1993

Lease Designation and Serial No.

NOO-C-14-20-5377

o. If Ingian, Alionee or Tripe Name

| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to Audiffe | 0 1411.07 |
|---|------------------|
| Do not use this form for proposals to drill or to deepen or reentry to have the | erentifesetvoir. |
| Use "APPLICATION FOR PERMIT—" for such proposals | |

Navajo Allotted

| SUBMIT IN TRIPLICATE | 7. If Unit or CA, Agreement Designation |
|---|---|
| i Type of Well | - Papers Wash Unit |
| X Oil Gas Other Other | 8. Well Name and No. |
| 2. Name of Operator | PWU H No.4 |
| Merrion Oil & Gas Corporation | 9. API Well No. |
| 3. Address and Telephone No. | 30-031-20503 |
| 610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801 | 10. Field and Pool, or Exploratory Area |
| Location of Well (Footage, Sec., T., R., M., or Survey Description) | Papers Wash Entrada |
| | 11. County or Parish, State |
| 2310' fs1 & 990' fw1 (NWSW) | McKinley County, |
| Section 15, T19N, R5W NMPM | New Mexico |
| CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPO | ORT, OR OTHER DATA |
| THE OF ACTION | |

| TYPE OF SUBMISSION | TYPE OF ACTION | |
|---|--------------------------------------|---|
| Notice of Intent Subsequent Report AUG 2 Final Abandonment | Casing Repair Altering Casing | Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection |
| DIST | No DIV & Other Drlg Horizontal well. | Dispose Water [hote: Report results of multiple completion on Well Completion or Recompletion Report and Log form.] |

13. 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 work.)*

7/21-22/96 MIRU.

7/23/96 Run Directional Survey tool. RU. PU drill pipe and drill collars. TOH. TIH with casing mill. Ran GR-Correlation log.

TD @ 4876'. Mill 7" casing from 4796' to 4876', circ. MW 8.6, Visc. 46. At 4847' - 78°S, 106°E. 7/24/96

7/25/96 TD @ 4841'. TIH, mix 50 sx cement plug from 4876' to 4550'. Reverse out 25 sx cement at 4679'. TOH. TIH. With 6-1/4" mill tooth bit, drill cement 4715' to 4841'/KOP.

7/26/96 TD 5006'. Made 165' in 12-3/4 hrs. MW 8.6, Visc. 42. TIH with horizontal drilling tools 2.25° motor. Bit #1, 6-1/4", Reed, EHP62A, SN RT2241, made 165' in 12-3/4 hrs.

7/27/96 TD @ 5181'. Made 175' in 23 hrs. MW 8.6, Visc. 42. Bit #1 made 340' in 35-3/4 hrs

*** CONTINUED OTHER SIDE ***

| | *** CON II | NUED OTHER SIDE *** | |
|--|---------------------------------------|---|--|
| 14. I herest certify that the coregoing is true and co | _ | Operations Manager | Date 7/12/96 |
| This space for Federal or State office use) Approved by Conditions of approval, if any: | Tide | | ACCEPIED FOR RECORD |
| | | | AUG 1 4 1996 |
| Title 18 U.S.C. Section 1001, makes it a crime for a or representations as to any matter within its nirisdic | iny person knowingly and willfittion. | ully to make to any department or agency of | the United States any talks distributed to the Control of the statement of the Control of the Co |

7/28/96 TD @ 5240'. Made 59' in 13-1/2 hrs. MW 8.5, Visc. 45. Bit #1 made 383' in 42-1/2 hrs. TOH. TIH with 2.25° motor and bit. Bit #2, 6-1/4", Reed, EHP62A, SN RT2442, made 16' in 6 hrs.

7/29/96 TD @ 5357'. Made 117' in 23-1/2 hrs. MW 8.5, Visc. 46. Bit #2 made 133' in 29-1/2 hrs.

| MD | INCL | <u>AZ</u> | <u>TVD</u> | Direction | |
|-------|-------|-----------|------------|------------|--|
| 5334' | 73.9° | 208.1° | 5187.1° | 315°S 73°W | |

TD @ 5357'. Made 14' in 3 hrs. MW 8.5, Visc. 52. Bit #2 made 147' in 32-1/2 hrs. Made two short trips. TOH with 17 jts (695') of 4-1/2", 11.6#, J-55 liner, set at 5361'. Liner hanger set at 4665'. Cemented with 125 sxs Class 'G' cement. Bumped plug at 2:40 am. Reversed out 30 sx cement. Pulled 10 stands. Pressured up to 500 psi, held for 2 hrs. TOH. Top of Entrada at 5370'. Projected TVD 5195'.

7/31/96 TD @ 5371'. TIH, drill cement and shoe from 5336' to 5371'. TOH. TIH with Bit #3, Hughes, 3-7/8", STR30, SN-P88XN.

8/01/96 TD @ 5573'. Made 202' in 22-1/2 hrs. MW 8.6, Visc. 40. Bit #3 made 202' in 22-1/2 hrs.

8/02/96 TD @ 5638'.Made 65' in 9 hrs. MW 8.6, Visc. 40. Bit #3 made 267' in 31-1/2 hrs.

8/03/96T TD @ 5638'. TIH with 112 jts of 3-1/2" tubing, set at 3360'. Swabbed 398 bbls fluid in 13 hrs. FL 300'-2400'. Made 61 runs, depth 1000'-3350'. Oil cut 5 to 10%. Last 5 hrs, swabbed 165 bbls fluid. FL at 2400'. Run depth 3350'. Made 26 runs, oil cut 5-10%.

8/04/96 TD @ 5638'. Made 10 swab runs, 55 bbls fluid, FL @ 2400'. Run depth 3350'. Oil cut 5%. TOH with 3-1/2" tbg. TIH with Bit #4, Hughes 3-7/8", STR 30. SN R73XC. Made 203' in 8-1/2 hrs. MW 8.5, Visc. 39.

TD @ 6110'. Made 269' in 7-1/2 hrs. MW 8.5, Visc. 39. Bit #4 made 472' in 16 hrs. Displaced hole with water. LD drill string. TIH with 112 jts of 3-1/2" tubing, set at 3360'. Swabbed 80 bbls of fluid in 2 hrs. FL 500'-600', Run depth 1600'. Made 11 runs. Percentage of oil is a trace. Surveys at 6110'.

| MD | <u>INCL</u> | <u>AZ</u> | TVD DIRE | | DIRECTION | |
|-------|-------------|-----------|----------|-------|--------------------------|--|
| 6110' | 92.7° | 212.9° | 5234.7 | 962°S | 489°W | |
| 5607' | | | 5238' | 564°S | 209°W (Top of Entrada) | |
| 6100' | | | 5235.2' | 954°S | 484°W (Top of Entrada) | |
| 5725' | | | 5248.1' | 646°S | 270°W (Low Point in Lat) | |