CONDITIONS OF AFTROVAL, IF ANY:

State of New Mexico

Form C-103

Submit 3 Copies to Appropriate	Energy, Minerals and Natural Re	sources Department		Revised 1-1-89
District Office			ZCEIVED	
DISTRICT I P.O. Box 1980, Hobbs, NM 88240			WELL API NO.	
	P.O. Box 208 Santa Fe, New Mexico		30-031-	
DISTRICT II P.O. Deswer DD, Arnesia, NM 88210	Sama re, new mexico	-	1.072	STATE FEE X
DISTRICT III 1000 Rio Brasos Rd., Aziec, NM 87410		019 FAQ	6 Sup (8 #, G+) P	hee No.
SUNDRY NOT	ICES AND REPORTS ON WEL	LS		
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)			7. Lease Name or Unit Agreement Name	
1. Type of Well: Oil. GAS WELL	ones		Grey Me	esa
2. Name of Operator	O		8. Well No.	1 .
Merrion Oil & Gas	Corporation		9. Pool name or Wild	lost .
	rmington, NM 87499			t Entrada
4. Well Location Unit Letter :99	Feet From The North	Line and2350	Pest From Ti	West Line
Section 5	Township 15N Ra		NMPM McKinl	ey County
	10. Elevation (Show whether			
Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data				
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:				
PERFORM REMEDIAL WORK	PLUG AND ABANDON	REMEDIAL WORK	AI	TERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRILLING	OPNS. P	LUG AND ABANDONMENT X
PULL OR ALTER CASING	CASING TEST AND CE		EMENT JOB	
OTHER:		OTHER:		
12. Describe Proposed or Completed Oper work) SEE RULE 1103.	nticus (Clearly state ell pertinent details, as	ud give pertinent dates, inche	ding estimated date of st	arting any proposed
Grey Mesa No. 1 d	rilling and plugging hi umulations of hydrocarb	story is attach ons were encoun	ed. Well is tered.	a dry hole,
			R	GEIVED SEP1 2 1991 CON. DIV. DIST. 3
			e 43	SEP1 2 1991
			OIL	CON. DIV.
Λ	\circ			UIS1. 3
I hereby ceruly that the information above is t	rue and complete to the best of my knowledge and		····	0 /20 /01
SIGNATURE	1 / VV	ns Operations	Manager	DATE
TYPE OR MUNT NAME Stever	S. Dunn			ТЕЛЕ НО МЕ NO. 327-9801
(This space for State Use) Original Signed by	FRANK T. CHAVEE	SUPERVISOR DIS	STRICT#3	SEP 1 2 1991
W. Lena con				

GREY MESA NO. 1

On Report

August 16, 1991 Day No. 1

TD: 112'

Current Operation: Drilling

Detail: MIRU Salazar #4. Drill 12-1/4" hole to 112'. Circ and condition hole. POH. Run 3 jts 9-5/8" csg, set 3' below GL @ 103.84', bttm set @ 112'. KB 5'. Cement csg w/ Cementers, Inc. as follows: Establish circ w/ 10 Bbls H₂0. Mix and pump 18.41 cu ft class "B" cement w/ 2% CaCl, yield 1.18 cu ft/sk, density 15.6 lb/gal. Displace cement to 80' w/ 6.5 Bbls H₂0. SD, WOC. NU. NU BOP. (ARM)

Survey: 3/4° 112'

August 17, 1991 Day No. 2

TD: 1,080'

Current Operation: Drilling

Detail: Drilled 19 hrs. Circulate 2 hrs. Trip 3 hrs. (ARM)

Survey: 1/4° 600' 1/2° 1,080'

August 18, 1991 Day No. 3

TD: 1,675'

Current Operation: Drilling

Detail: Drilled 18 hrs. Circulate 3 hrs. Trip 3 hrs. (ARM)

Survey: $1/2-3/4^{\circ}$ 1,600'

<u>August 19, 1991</u> <u>Day No. 4</u>

TD: 2,000'

Current Operation: Drilling

Detail: Drilled 16 hrs. Circulate 6 hrs. Trip 2 hrs. (ARM)

August 20, 1991 Day No. 5

TD: 2,022'

Current Operation: Drilling

Detail: Drilled 1 hr. TOH 1.5 hrs, lost 2 cones. Fish for cones 19 hrs. TIH Bit #7, 6-1/4" varel, 2 hrs. Drill .5 hr. (ARM)

GREY MESA NO. 1

August 21, 1991 Day No. 6

TD: 2,236'

Current Operation: Drilling

Detail: Drilled 18.5 hrs. TIH for Bit #8, 6-1/4" varel, 2 hrs.

Drilled 3.5 hrs. (ARM)

August 22, 1991 Day No. 7

TD: 2,576'

Current Operation: Drilling

Detail: Drilled 8 hrs. TIH for Bit #9, 6-1/4" varel, 2.5 hrs.

Drilled 13.5 hrs. (ARM)

August 23, 1991 Day No. 8

TD: 2,918'

Current Operation: Drilling

Detail: Drilled 5 hrs. Trip for Bit #10, 6-1/4" Hughes, 2.5 hrs.

Drilled 16.5 hrs. (ARM)

Off Report

August 23, 1991 Day No. 9

TD: 3,160'

Current Operation: Drilling

Detail: Drilled 18 hrs. TIH for Bit #11, 6-1/4" Varel, 3.5 hrs.

Circulate 2.5 hrs. (ARM)

Survey: 3,000' 1°

GREY MESA NO. 1

August 24, 1991 Day No. 10

TD: 3,218'

Current Operation: Plugging

Detail: Drilled 2 hrs. Circulate, short trip, 4 hrs. POH, 2 hrs. MIRU Schlumberger. Run IES Induction and Compensated Density surveys. Run repeat formation tester at following depths:

- 1) 3054' 4) 3079' 2) 3067' 5) 3085'
- 3) 3073'

Rig down loggers. Logging rig time - 7 hrs. Plug well as follows:

Spot a 60 cu ft cement plug from 3218' to 2986' across Entrada and Todilto formations. Displace cement w/ 9 ppg mud. Pull pipe to 2150'. Spot a 170 cu ft cement plug across Morrison and Dakota formation from 2150' to 1800'. Displace cement with 9 ppg mud. Pull pipe to 1080'. Spot an 80 cu ft cement plug across Gallup formation from 1080' to 900'. Displace cement w/ 9 ppg mud. Pull pipe to 30'. Spot an 8.5 cu ft cement plug from 30' to surface. All cement yield 1.18 cu ft, density 15.6 lb/ gal. Release rig. Waiting on dry hole marker, pit and location reclaimation. (ARM)