Form 3160-5 (June 1990)

#### UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993 5. Lease Designation and Serial No.

NM-71705

SUNDRY NOTICES AND REPORTS ON WELLS

6. If Indian, Allones or Tribe Name 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. Dry Hole X Other Northeast Hospah #1 2. Name of Operator 9. API Well No. MERRION OIL & GAS CORPORATION 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area P. O. Box 840, Farmington, NM 87499 505/327-9801 Wildcat 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 415' FNL & 685' FWL McKinley NM Sec 10, T18N, R8W NWNW CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Notice of Intent

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed criose rioposeu de Companios Operandas (Cientry sens all performa denses, and give permisen dates, including estimate give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

The subject well is a dry hole. Attached for your records are the drilling and plugging history. We will notify you when the dry hole marker is in place.

DECO 11991

OIL CON. DIV

Drilling History

Approved as to plugging of the well by: Liability under bond is retained until surface restoration is completed.

n and Log form.)

Δ Δ		APPRINCE		
14. I hereby certify that the foregoing is true and correct	TitleEngineer	Date11/22/91		
(This space for Federal or State office use)	Title	DEC 03 1991		
Approved by Conditions of approval, if any:	Tide	go Table 100 Action 10		
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States (ACHARL (Ichinaus of Taudulent AC				
	*See Instruction on Reverse Side	promonental management of the property of		

#### July 17, 1991

Surface inspection w/ archeologist from La Plata Archeology, Tim Merilatt and Lloyd Brown of MOG. Location and access road clear of archeological sites. Archeologist will recommend clearance. (TLM)

#### July 18, 1991

Spoke to surface owner Jake Chee about ceremonial or buriel sites around our proposed well pad. He stated that there were none. He did state his concern over revegetation in the event of a P&A and I assured him it would be done properly. (TLM)

On Report November 7, 1991

TD: 255' KB

Current Operation: WOC - Nipple up BOP

Detail: Move rig and equipment to location. RU unit. Spot equipment. Dig and line pits. Work on pump #1. **Spud well**. Drill 5.5 hrs to 255' a 9-7/8" hole to fit 245' of 7" casing. Condition hole to run csg. Run survey. POH w/ 9-7/8" bit #1. Run csg. RU Cementers. **Cement** 7" csg as follows: Establish circ w/ 10 Bbls H<sub>2</sub>0. Mix and pump 100 sx (118 cu ft) class 'B' neat cement w/ 2% CaCl. Displace cement w/ 8.3 Bbls H<sub>2</sub>0. Circ cement to surface. Plug dn @ 11:45 pm. Cement yield 1.18 cu ft/sk, Density 15.6 lb/gal. WOC. (ARM)

Survey #1: 255' 3/4°

November 8, 1991

TD: 860' KB

Current Operation: Drilling

Detail: WOC. NU BOP and flowlines. Test BOP to 800 psi, ok. TIH. Tag cement 200'. Drill cement. Drill ahead 4 hrs. Mix mud. Drill ahead 4.75 hrs. Run survey. Drill ahead 2 hrs. (ARM)

Survey #2: 755' 2°

November 9, 1991 Day No. 3

TD: 1700' KB

Current Operation: Drilling Ahead

Detail: Drill ahead 10.5 hrs. Run survey. TOH. TIH w/ bit #3. Drill ahead 11 hrs. (ARM)

Survey #3: 1260' 2-1/4°

November 10, 1991 Day No. 4

TD: 2120' KB

Current Operation: Circulate for Trip

Detail: Drill ahead 2.5 hrs. Run survey. Drill ahead 2 hrs. Circulate for trip. Trip bit #4. Drill ahead 10 hrs. Circ for trip. (ARM)

Survey #4: 1760' 3/4°

#### November 11, 1991 Day No. 5

TD: 2146' KB

Current Operation: TOH w/ Drill Stem Test Tools

Detail: Trip for Bit #5. Drill .75 hr. Circ samples. Mix mud, condition hole. Short trip. TOH. PU DST tools. TIH. Set DST, would not open. TOH. Change hydro spring. TIH. Set DST. RU flowline. Run DST - 15 min IF: 3 min air blow at surface.

60 min ISI

60 min FIP: 30 min air blow at surface (light)

120 min FSI

Release packers. Start out of hole. (ARM)

#### November 12, 1991 Day No. 6

TD: 2183' KB

Current Operation: TIH Bit #5

Detail: TOH w/ DST tools. Catch samples.

Results DST #1:

2,134'-2,146'; G-2,114' Mud - 9 lb/gal

IH 1,127 psi

IF 14 psi 15 min ISF 855 psi 60 min FF 28 psi 60 min

FSI 819 psi 120 min

20' drilling mud recovered in pipe. LD tools. TIH w/ bit #5. Drill ahead 1.5 hrs. Circ samples. Condition hole. Short trip. TOH. PU DST tools. TIH w/ DST tools. RU flowline, set pkrs @ 2,168' KB, TD @ 2,183' KB. Run DST as follows:

15 min IF 2-3/4 psi, good blow.

60 min ISI

60 min FF 33 4 oz, good air blow.

120 min FSI

#### Results DST #2:

2.168'-2,183'; Mud weight - 9.2 lb/gal

2,100	-2,105 , Mad #C19110	) · · · · · · · · · · · · · · · · · · ·
Gauge	#1 - 2,151' KB	Gauge #2 - <u>2,180' KB</u>
IH	1,051 psi	1,075 psi
IF	35 psi	56 psi
FF	340 psi	353 psi
ISI	826 psi	848 psi
IF	374 psi	381 psi
FF	744 psi	759 <b>psi</b>
FSI	826 psi	848 psi

TOH w/ DST tools. Catch samples. Lay down tools. Circ sub port fell out. Lost fluid in pipe above port collar. Recovered 40' Hospah water, Rainbow oil. TIH Bit #5.

November 13, 1991 Day No. 7

TD: 2245' KB

Current Operation: TIH w/DST #3

Detail: TIH w/ Bit #5. Drill ahead .5 hr, work by junk in hole. Circ, work bit on bottom. Drill ahead 2.5 hrs. Circ samples to surface. Circ, condition hole, wait on tools. Short trip. TOH. PU DST tools. TIH w/ DST tools to test interval 2207'-2234' (Massive Gallup). (ARM)

#### November 14, 1991 Day No. 8

TD: 2400' KB

Current Operation: Drilling

Detail: TIH w/ DST tools. RU flowlines. Open DST tool.

15 min open 10 min - 48 oz blow 15 min - 30 oz blow

1 hr shut-in

1 hr open Initial - 11 oz

35 min - Bled to 0

2 hr shut-in, Total fluid recovered 1920' - 14.05 Bbl (2.17 Bbl muddy water and 11.08 Bbls water)
Release packer, work free. TOOH. Lay dn DST tools. Lay dn bad

collars. TIH w/ Bit #7. Drill 1 hr. Survey. Drill 10.5 hrs. (ARM)

Survey #5: 2260' 3/4°

#### November 15, 1991 Day No. 9

TD: 2600' KB

Current Operation: Coring

Detail: Drill 15.5 hrs. Circulate. TOH. Pick up 20' x 4" core barrel w/ 4-7/8" core bit. TIH w/ core barrel. Coring 2600' - 2615'. (ARM)

#### November 16, 1991 Day No. 10

TD: 2820' KB

Current Operation: Drilling

Detail: Coring. TOOH. Lay dn core and core barrel. TIH w/ Bit #8. Drill 16.5 hrs. (ARM)

Survey #6: 2755' 1°

November 17, 1991 Day No. 11

TD: 3,010' KB

Current Operation: Drilling

Detail: Drill 12.5 hrs. Circ for trip. Trip for Bit #9. Drill

4 hrs. (ARM)

November 18, 1991 Day No. 12

TD: 3,065' KB

Current Operation: TOH w/ DST #4

Detail: Drill ahead 5.5 hrs. Circ samples. Drill 5', .5 hr, TD 3,065'. Circ, cond hole. Short trip. TOH. Wait on DST tools. PU DST tools. TIH w/ DST #4, set DST tools pkr @ 3.050'. Run DST

as follows:

IF 15 min No blow @ surface (43 psi)

ISI 30 min

FF 30 min No blow @ surface

FSI 80 min

Release tools. TOH. No recovery. (ARM)

November 19, 1991 Day No. 13

TD: 3,264' KB

Current Operation: Circulate Samples

Detail: TOOH w/ DST tools. Pull charts WOO. Lay dn DST tools. TIH w/ Bit #10. Drill 18 hrs. Circ samples to surface. (ARM)

Survey #7: 3065' 2°

## November 20, 1991 Day No. 14

TD: 3,284' KB

Current Operation: Drilling Ahead

Detail: Circ and condition hole. TOH. WO tools. PU DST tools. TIH w/ DST tools and set. Run DST:

IF 15 min Good blow to surf (10 min 55 oz, 1/8 orifice)

IS 60 min

SF 60 min

FS 120 min

3240' - 3264' Tested interval TOH. 2875' - total recovery,

250' muddy wtr, slightly gas cut ≈ 1.85 Bbls.

2625' wtr slightly gas cut ≈ 19.2 Bbls

Catch samples, lay down DST tools. TIH w/ Bit #11. Drill ahead 2 hrs. (ARM)

#### DST Results

Top Gauge -	3252'	IH FH IIF FIF IFF FFF	1718 psi 1711 psi 963 psi 1186 psi 1217 psi 1276 psi	ISI FSI	1276 psi 1276 psi
Bottom Gauge -	3257'	IH FH IIF FIF IFF FFF	1725 psi 1696 psi 978 psi 1202 psi 1225 psi 1280 psi	ISI FSI	1280 psi 1280 psi

## November 21, 1991 Day No. 15

TD: 3,352' KB

Current Operation: TOH...Plugging Well

Detail: Drill ahead 5.5 hrs. Circ and condition. Short trip. Circ and condition. TOH. Run open hole surveys. RU Great Guns. Run IES Induction and Compensated Neutron/Density Log across Dakota, Gallup, Mesaverde. RD Loggers. TIH open ended w/ DP. Circ and wait on cementers. RU Cementers, Inc. Spot 80 sx 'B' neat (95 cu ft), yield 1.18 cu ft/sk, Wt 15.6 lb/gal, across main Dakota and Dakota 'A'. Depth 3,352'-3000' KB. Displaced w/ 21.9 bbls 9.0 bbls 9.0 Pull to next plug. (ARM)

Off Report
November 22, 1991 Day No. 16

TD: 3,352' KB TD

Current Operation: Well Plugged

Detail: Finish pulling pipe to 2280'. Spot a 49 sk (58 cu ft) cement plug across Gallup and Hospah formation from 2280' to 2086'. Disp w/ 15.2 Bbls 9 ppg mud. Pull pipe to 1200'. Spot 53 sx (63 cu ft) cement plug across Point Lookout formation. Disp cement w/ 7 Bbl 9 ppg mud. Pull out of hole w/ pipe to 300'. Spot a 59 sx (70 cu ft) cement plug across surface pipe to surface. TOOH. All cement Class 'B' neat, yield 1.18 cu ft/ sk, Density 15.6 lb/gal. Nipple down BOP and flowlines. Fence pits. Release rig. Will install dry hole marker and reclaim location ASAP. (ARM)

5 BLM, 1 Well File

## UNITED STATES

FORM APPROVED

orm 3160-5 June 1990)  DEPARTME BUREAU OF  SUNDRY NOTICES  Do not use this form for proposals to d Use "APPLICATION FO	Budget Bureau No. 1004-0135 Expires: March 31, 1993  5. Lease Designation and Serial No. NM4-717.05  6. If Indian, Allottee or Tribe Name  7. If Unit or CA, Agreement Designation		
	T IN TRIPLICATE	7. If the or CA, April	
1. Type of Well    X Oil   Gas   Other   Well   Well   Other   2. Name of Operator   CORPORATIO	IN	8. Well Name and No. Northeast Hospah #1 9. API Well No.	
MERRION OIL & GAS CORPORATIO  3. Address and Telephone No. P. O. Box 840, Farmington, N  4. Location of Well (Founge, Sec., T., R., M., or Survey)	M 87499 505/327-9801	10. Field and Pool, or Exploratory Area Wildcat Dakta 11. County or Parish, State	
415' FNL & 685' FWL	X(s) TO INDICATE NATURE OF NOTICE, REPO	McKinley, NM RT, OR OTHER DATA	
	TYPE OF ACTION		
TYPE OF SUBMISSION  Notice of Intent	Abandonment Recompletion Plugging Back	Change of Plans  New Construction  Non-Rostina Fracturing  Water Stort-Off	
Subsequent Report  Final Abandonment Notice	Casing Repair Abstring Casing  X Other Commence Drilling	Conversion to Injection  Dispose Water  (Note: Repost position assumptions on Well	
13. Describe Proposed or Completed Operations (Clearly sta- give subsurface locations and measured and true w	is well 11/6/91 at 3:30 pm. A 9-7/8" h	ng any proposes work. If well is directionally drilled to	
Drilling commenced on the	100 cy (118 cm ft) of	Class B. Hear W/ 20	

255' to fit 245' of 7" casing. Cement: 100 sx (118 cu ft) of Class 'B' neat w/ 2% CaCl. Cement was displaced w/ 8.3 Bbl H20. Circulate cement to surface, yield 1.18 cu ft/sk, Density 15.6 lb/gal.



OIL CON. DIV. \DIST. 3

# ACCEPTED FOR RECORD

NOV 2 1 1991

FARMINGTON RESOURCE AREA

Engineer (This space for Federal or State office use) 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 or agency of the United States any false, fictitious or fraudulent state