Distribution:

Orig+4 (BLM); 1-Crystal; 1-Accounting; 1- III File; 1-PEDCO

Form 3160-5 (June 1990)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Use "APPLICATION FOR PERMIT—" for such proposals.



Budget Bureau No. 1004-0135 // Express: March 31, 1993

5. Lease Designation and Serial No. NOO-C-14-20- 2717

6. If Indian, Allottee or Tribe Name

Navajo Allotted

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to deepen or reentry to a	19 71112:43
Do not use this form for proposals to drill or to deepen or reentry to a	different reservoir.

SUBMIT IN TRIPLICATE	7. If Unit or CA, Agreement Designation  Eagle Mesa Unit
Type of Well  Oil Gas Well Well Other  Name of Operator	8. Well Name and No EMU H No. 3
Merrion Oil & Gas Corporation  3. Address and Telephone No.	9. API Well No. 30-043-20192
610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801	10. Field and Pool, or Exploratory Area Eagle Mesa Entrada
330' fnl & 330' fel A Section 14, T19N, R4W	11. County or Parish, State Sandoval County, New Mexico
CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOT	TICE, REPORT. OR OTHER DATA
TYPE OF SUBMISSION TYP	E OF ACTION
Notice of Intent DEC Abandonment  Recompletion  Recompletion  Plugging Back  Casing Repair  Altering Casing  Completing h	Change of Plans  New Construction  Non-Routine Fracturing  Water Shut-Off  Conversion to Injection  Dispose Water  (home: Report resusts of multiple competition on Well Competition or Recompetition Report and Log form.)

Describe Proposed or Completed Operations (Clearly liste to pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally uniforgetive subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)<sup>o</sup>

7/24/96 MIRU Polanco Rig on 7/24/96 TIH with 30 jts 3-1/2" tbg, SDON.

TIH with the balance of the tubing. Tubing detail: 2-7/8" SN, 2-7/8" to 3-1/2" swage, 126 jts 3-1/2", J-55, EUE tbg set at 3380'. Rigged to swab, swabbing drilling mud with some trace of oil in samples. On 27th run with 169 bbls fluid recovered mud thinned out with water still cloudy and oil shows at 5%. On 37th run with 241 bbls fluid recovered, water cleaning up with show of 20% oil and casing fluid level at 600'. Swabbing approx. 800' of fluid per run with 4 to 5 swab runs per hour. On 38th run, lost sinker bars in hole. Will trip tubing to retrieve tomorrow. SDON.

7/26/96 TOH with 3-1/2" tbg. Remove sinker bars, jars and swab tool. TIH with same tubing string. Made 24 swab runs, recovered 252 BF. FL stabilized at 600'. SDON.

\*\*\* CONTINUED OTHER SIDE \*\*\*

14. I hereby correly that the foregoing is true and correct Steven S. Dunn	Operations Manager	8/16/96
(This/space for Federal or State office use)		AUGEPTED FOR ILLOONS
Approved by	Tide	AUG 2 2 1996

Em V H #3

- 7/27/96 RD Polanco Rig on 7/27/96. MIRU Big A Well Service on 7/27/96. 1st swab run: FL 700'. Run depth 1500'. Recovered 7 BF 75% oil. Total swabbed 317 BF in 7-1/2 hrs. Made 43 swab runs. FL 450'-700'. Run depth 1500'-2000'. Trace oil to 2% oil. For 2 hrs made 3-5% sand. Muddy water to drilling mud. Last swab run FL 600'. Run depth 2000'. Recovered 10 BF. Trace oil, muddy water, no sand.
- 1st swab run: FL 500'. Run depth 2000'. Recovered 10 BF, 50% oil, muddy water. Total swabbed 391 BF in 8 hrs. Made 45 swab runs. FL 500-600'. Run depth 2000'. Muddy water to light brown water. 2% oil, 8% emulsion (166 bbls) increasing to trace oil, 20% emulsion (275 bbls) increasing to 5% oil, 20% emulsion (391 bbls). Last swab run FL 600'. Run depth 2000'. Recovered 9 BF, 5% oil, 20% emulsion. Release rig.
- 8/01/96 MIRU Big 'A' Well Service on 8/1/96. TOH, laying down 3.5" EUE swab string. Hauled to yard and left loaded on float. PU 1500' of 3.5" internal plastic coated tubing and left standing in derrick. SDON.
- PU and assembly pump. RU Power Spoolers. TIH with ODI, R-47 pump on 49 jts of 3.5" EUE internally plastic coated tubing, 1513.09' on tubing set at 1521' KB. Shot static FL @ 535' GL. Turned well on for approx. 30 mins. Shut well down, changed plumbing at pump house for water to dump correctly. Turned well back on at 9:30 PM, pumping at 60 psi tubing.
- 9:30 PM 7:00 AM (9.5 hrs). O bbls oil, 23.60 bbls water. Prod FL at 1165' KB. Tubing 90 psi. Separator leveling out, should start dumping oil soon 5% oil cut at wellhead at 7:00 AM.

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