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State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

DATE MAY

DEPUTY OIL & GAS INSPECTOR, DIST. #3

to Appropriate District Office OIL CONSERVATION DIVISION DISTRICT WELL API NO. P.O. Box 1980, Hobbs, NM 88240 P.O. Box 2088 30-045-22568 Santa Fe. New Mexico 87504-2088 **DISTRICT II** 5. Indicate Type of Lease P.O. Drawer DD, Artesia, NM 88210 FEE K STATE 6. State Oil & Gas Lease No. 1000 Rio Brazos Rd., Aztec, NM 87410 Distribution: 1-Well File; 1-Crystal; 1-Acctng SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) Type of Well: Santa Fe 20 WELL | 2. Name of Operator & Well No. 3 Merrion Oil & Gas Corporation (014634)9. Pool name or Wildcat Address of Operator 87401-2634 610 Reilly Avenue, Farmington, NM Snake Eyes Dakota Well Location 2220 Feet From The north Feet From The Line 20 21N 08W **NMPM** County Reege Section 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 6573' GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. REPUBLISHEN TO: SUBSEQUENT REPORT OF: ALTERING CASING PLUG AND ABANDON REMEDIAL WORK CHANGE PLANS PLUG AND ABANDONMENT TEMPORARILY ABANDON COMMENCE DRILLING OPNS. PULL OR ALTER CASING CASING TEST AND CEMENT JOB X Plug back OTHER: OTHER: 12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103. MOL with pulling unit (Big A Well Service #16) on 5/1/96. Unable to rig up due to high winds. Spot tubing, trailer 5/1/96 and all surface equipment. 5/2/96 RU pulling (Big 'A' Well Service #16) on 5/2/96. ND WH & install 7" independent casing head. NU BOP. TOH w/151 jts of 2-7/8" production tbg and stand back. TIH w/149 jts of 2-7/8" tbg (work string) and land at 4632' KB. RU Cementers Inc and pump 50 bbls of produced water to load casing. Pumped 20 bbls additional because of lost circulation (losing approx. 2 bbls/min). Pumped 10 bbls of fresh water followed by 60 sx (71 cu.ft.) of Class 'B' neat cement. Displaced to balanced cement plug with 24 bbls of water to 4292' KB. TOH with 14 its to 4185' KB. Shut backside and squeezed approx. 19 sx (22.4 cu.ft.) to 4400' KB. Max. squeeze pressure was 1750#. Held max., pressure for 1 hr. Bleed pressure off and got 1/2 bbl of water back. RD Cementers Inc. TOH with 2-7/8" tbg. Shut well in. ***CONTINUED OTHER SIDE*** I hereby certify that th 5/8/96 Operations Manager SIONATURE Steven S. TYPE OR FRONT NAME (This space for State Use)

DD-111(H)

APPROVED BY

CONDITIONS OF AFTROVAL, IF ANY:

ORIGINAL SIGNED BY ERNIE BUSCH

5/3/96 PU 6-1/8" bit and easing seraper. THH on 2-7/8" work string. Tag up on cement plug at 4385' KB. PU power swivel and start drilling cement. Drilled out cement plug at 4632'. Circulated hole clean.

5/4-5/96 Shut down for weekend.

96/9/\$

TIH and tag up on cement/fill at 5370' KB, approx. 115' of fill (last report show TOC @ 5485' KB). Press tested csg to 800# for 30 mins - held OK. TOH with bit and casing scraper, LD 2-7/8" work string. TIH with 1 - 6' pup joint and 151 jts of 2-7/8" production tubing and landed at 4701.03' KB. ND BOP and NU WH. Change out rams. RDMOL at 2:30 PM 5/6/96.