Distribution: O+4 (BLM); 1-Accounting; 1- Crystal; 1-File Form 3160-5 **UNITED STATES** FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-66124 Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT--" for such proposals SUBMIT IN TRIPLICATE If Unit or CA, Agreement Designation Type of Well Oil Gas X Weil Well Name and No. Name of Operator Escovada No. 1 (007777) Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No. 30-045-28629 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) Snake Eyes Dakota 'D' (85520) 990' fsl & 1900' fwl (sesw) 11. County or Parish, State Section 8, T21N, R8W San Juan County, New Mexico CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other Dispose Water (Note: Report results of multiple completion Completion or Recompletion Report and Log form.) 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.)* MIRU A-Plus Well Service Rig #4 on 9/17/98. 0 psi on well. ND WH, NU BOP and test. TIH with 5-1/2" gauge ring to 4710'. 9/17/98 TOH with wireline. TIH with wireline set 5-1/2" CIBP (PW) and set at 4698'. TOH. Note collar at \pm 4700'. TIH and tag CIBP at 4698' with 502' of 1-1/4" tubing and 4196' of 2-3/8", 4.7# tubing. Fill casing and pressure tested to 500 psi, good test. SDON. Notified NMOCD on 9/15/98 at 2:00 PM, H. Villanueva on site. Circulate conventionally 20 bbls water. Test casing to 500# - good. Mix 35 sxs Class 'B' and spot balanced Plug #1 from 4698'-9/18/97 4453'. TOH LD to 3291'. Mix 18 sxs Class 'B" and spot balanced Plug #2 from 3291'-3188'. TOH to 1010'. Mix 18 sxs Class 'B' and spot balanced Plug #3 from 1010'-900'. TOH to 351'. Mix 22 sxs Class 'B' and spot balanced Plug #4 from 351'-210'. TOH with rest of tubing. TIH and perforate 2 HSC shots at 75'. Break circulation down casing and out bradenhead. Mix 32 sxs Class 'B" and circulate good cement down casing and out bradenhead. WOC. Wash up equipment. Check TOC down approx. 10'. ND BOP, RD rig. Place wellhead on casing. RD rig and equipment. Leave well WOC over weekend. Open wellhead. TOC at 5', cut off wellhead. Bradenhead at 2'. Mixed 15 sxs Class 'B' and set marker. RDMOL. 9/19/98 I hereby certify that the foregoing is true and correct

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 statements or representations as to any matter within its jurisdiction.

Title Drlg & Prod Manager

9/22/98

JUr.

Signed

Approved By

Steven S. Dunn

(This space for Federal or State office use)