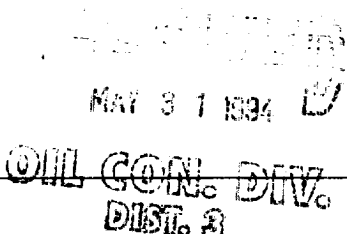


submitted in lieu of Form 3160-5

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

<div style="text-align: center; margin-bottom: 10px;"></div> <p>1. Type of Well GAS</p> <p>2. Name of Operator MERIDIAN OIL</p> <p>3. Address & Phone No. of Operator PO Box 4289, Farmington, NM 87499 (505) 326-9700</p> <p>4. Location of Well, Footage, Sec., T, R, M 1850' FSL, 1850' FWL Sec. 32, T-24-N, R-3-W, NMPM</p>	<p>5. Lease Number NM-86430</p> <p>6. If Indian, All. or Tribe Name</p> <p>7. Unit Agreement Name</p> <p>8. Well Name & Number Arco Little Fed 32 #3</p> <p>9. API Well No. 30-039-</p> <p>10. Field and Pool W. Lindrith G1 Dakota</p> <p>11. County and State Rio Arriba Co, NM</p>																								
<p>12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA</p> <table border="0" style="width: 100%;"><thead><tr><th style="text-align: left;">Type of Submission</th><th style="text-align: left;">Type of Action</th></tr></thead><tbody><tr><td><input checked="" type="checkbox"/> Notice of Intent</td><td><input type="checkbox"/> Abandonment</td></tr><tr><td><input type="checkbox"/> Subsequent Report</td><td><input type="checkbox"/> Recompletion</td></tr><tr><td><input type="checkbox"/> Final Abandonment</td><td><input type="checkbox"/> Plugging Back</td></tr><tr><td></td><td><input type="checkbox"/> Casing Repair</td></tr><tr><td></td><td><input type="checkbox"/> Altering Casing</td></tr><tr><td></td><td><input checked="" type="checkbox"/> Other -</td></tr><tr><td></td><td><input type="checkbox"/> Change of Plans</td></tr><tr><td></td><td><input type="checkbox"/> New Construction</td></tr><tr><td></td><td><input type="checkbox"/> Non-Routine Fracturing</td></tr><tr><td></td><td><input type="checkbox"/> Water Shut off</td></tr><tr><td></td><td><input type="checkbox"/> Conversion to Injection</td></tr></tbody></table>		Type of Submission	Type of Action	<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> Final Abandonment	<input type="checkbox"/> Plugging Back		<input type="checkbox"/> Casing Repair		<input type="checkbox"/> Altering Casing		<input checked="" type="checkbox"/> Other -		<input type="checkbox"/> Change of Plans		<input type="checkbox"/> New Construction		<input type="checkbox"/> Non-Routine Fracturing		<input type="checkbox"/> Water Shut off		<input type="checkbox"/> Conversion to Injection
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13. Describe Proposed or Completed Operations

REVISED

The Burro Canyon (Lower Dakota) will be perforated and stimulated in this wellbore in the following manner: TOOH w/ production tbg. Run CBL to verify TOC. If good top is not seen at least 50' above proposed top Burro Canyon perforation, remedial cement work will be performed. Perforate the Burro Canyon from approximately 7553' - 7584' TIH w/ 2-3/8" workstring and set packer at +/- 7500'. Breakdown w/ approximately 1,600 gals acid and fracture stimulate. Run after frac gamma ray log in an attempt to verify if frac stayed in zone. RIH w/ RBP and set at 6590'.

The Niobrara (Gallup) will be perforated and stimulated in this wellbore in the following manner: Run CBL to verify TOC. If good top is not seen at least 50' above proposed top Niobrara perforation, remedial cement work will be performed. Perforate the Niobrara from approximately 6280' - 6560'. Stimulate w/ approximately 2,400 gals acid and fracture stimulate. Run after frac gamma ray log in an attempt to verify if frac stayed in zone. RIH w/ 2-3/8" production tbg and land at approximately 7575'. Return well to production and evaluate for pumping unit application. The Niobrara will be commingled with the existing Dakota per Division Order R-7495. Attached is a procedure and wellbore diagram for this work.

14. I hereby certify that the foregoing is true and correct.

Signed *Patricia M. Harte* Title Regulatory Affairs Date 4/29/94

(This space for Federal or State Office use)
APPROVED BY *Patricia M. Harte* Title Regulatory Affairs Date MAY 26 1994
CONDITION OF APPROVAL, if any:

Pertinent Data Sheet - Arco Little Federal 32 #3**Location:** 1850' FSL, 1850' FWL, Unit K, Section 32, T-24-N, R-03-W Rio Arriba Co., NM**Field:** West Lindrith Dakota
West Lindrith Gallup**Elevation:** 7204' GL**TD:** 7638'
PBTD: 7520'**Spud Date:** 5/28/78**DP#:** 45428A (DK)**Completed:** 7/13/78**Prop. #:** 012691801**GWI:** 100%**NRI:** 83.93%**Casing Record:**

<u>Hole Size</u>	<u>Casing Size</u>	<u>Weight & Grade</u>	<u>Depth Set</u>	<u>Cement</u>	<u>Top/Cement Surface</u>
12-1/4"	8-5/8"	24.0# S.W. & C.	364'	350 sx	(Calc)
7-7/8"	4-1/2"	10.5# K-55	7616'	750 sx	

- * Two stages. DV set @ 3337'; Stg 1 Calc TOC @ 5900'
- Stg 2 Calc TOC @ 2000'

Tubing Record:

<u>Tubing Size</u>	<u>Weight & Grade</u>	<u>Depth Set</u>
2-3/8"	4.70# K-55	7257' ~

~Constriction @ 6273', NOWSCO 1" tbg fish.

Formation Tops:

Ojo Alamo	2707'
Pictured Cliffs	3120'
Lewis	3213'
Chacra	3885'
Cliffhouse	4675'
Menefee	4772'
Point Lookout	5245'
Mancos	5390'
Gallup	6218'
Greenhorn	7198'
Dakota	7277'
Burro Canyon	7550'

Logging Record: IES, CNL, FDC-GR and Caliper.

<u>Stimulation:</u>	<u>Perfed Dakota:</u> 7278' - 7405'	
	<u>Frac'd Dakota:</u> 2 stages; Paguete:	41,000 gal. and 40,000 lbs. 20/40 sand.
	Two Wells:	80,000 gal. and 80,000 lbs. 20/40 sand

<u>Production:</u>	<u>Oil:</u>		
	EUR: 40,514 BO	CUMM: 38,461 BO	CURRENT: 0.6 BOPD

<u>Gas:</u>		
EUR: 1,821 MMCF	CUMM: 1,691 MMCF	CURRENT: 5 MCFD

Workover History: N/A.

Arco Little Federal 32 #3

Unit K, Sec. 32, T24N, R3W
 Rio Arriba Co., NM
*Burro Canyon/Gallup Pay Adds
 and Stimulations*

CURRENT**PROPOSED**

8-5/8" 24.0# ST & C CSG
 SET @ 364'
 CIRC. CMT TO SURFACE

8-5/8" 24.0# ST & C CSG
 SET @ 364'
 CIRC. CMT TO SURFACE

2-3/8" 4.7# J-55 tubing set @ +/- 7257'

2-3/8" 4.7# J-55 tubing set @ +/- 7575'

TOC @ 2000' by volume calculation

DV tool @ 3337'

OJO ALAMO @ 2707'
 PICTURED CLIFFS @ 3120'
 LEWIS SHALE @ 3213'
 CHARCA @ 3895'
 CLIFFHOUSE @ 4675'
 MENEFE @ 4772'
 PT. LOOKOUT @ 5245'
 MANCOS @ 5390'

GALLUP @ 6218'
 DAKOTA @ 7276'
 BURRO CANYON @ 7550'

**Proposed Gallup
 perforations: 6280'-6560'**

Existing DK PERFS
 7276'-7405'

**Proposed Burro Canyon
 perforations: 7553' - 7584'**

TD 7638'

4-1/2" 10.5# K-55 8RD CSG SET @ 7616'
 New COTD 4-1/2" 10.5# K-55 8RD CSG SET @ 7616'

COTD 7600'

Arco Little Federal 32 #3
Unit K, Section 32, T24N, R3W
Recommended Recompletion Procedure
Gallup and Burro Canyon Pay Adds & Completions

Note: Notify BLM (761-8762) and NMOCD (334-6178) 24 hours prior to rig activity.

Inspect location and install and/or test rig anchors. Install 1 - 400 bbl rig tank and fill w/ 2% KCl water. Approximately 243 jts. 2-3/8" 4.7# J-55 tubing will be required (MOI, District Tools) for production. Approximately 243 jts. 2-3/8" 4.7# N-80 tubing will be required (MOI, District Tools) for treatment. Comply with all BLM, NMOCD, Jicarilla Apache, and MOI rules and regulations. Notify engineering when work has commenced. Hold Safety Meetings on a regular basis.

1. Install 3 X 400 bbl frac tanks and fill with 2% KCl water.
2. Hold Safety Meeting. MIRU. Place fire and safety equipment in easily accessible locations. NU relief line and blooie line to laydown flow tank. Obtain and record all wellhead pressures.
3. Blow down tubing. If tubing will not blow down, kill well with KCl water. PBTID is 7520'.
4. TOOH with 7257' of 2-3/8" 4.70# tubing, visually inspect and tally tubing.
5. PU 2-3/8" 4.7# workstring. TIH w/ 3-7/8" bit on tubing and cleanout to 7600'. (FC @ 7571', Shoes @ 7614') Circulate w/water until returns are clean. Roll hole w/ 2% KCl water. TOOH. TIH w/ packer, set at 7250' and pressure test backside to 1000 psi for 15 min. TOOH
6. RU wireline. RIH with 4-1/2" 10.5# gauge ring and check pipe. Run GR - CBL - CCL in 4-1/2 casing from new COTD to Surface pipe (TOC was calculated at 5900'). Good TOC must be above 7500' for the Burro Canyon and 6170' to complete the Gallup interval. Evaluate GR - CBL - CCL and send copy to production engineering.

Burro Canyon Stimulation:

7. Perforate the following interval w/ 3-1/8" HSC -3125-306, 12 gram Owen charges 0.31" holes w/ 12.02" penetration, 2 spf (180° phasing):

7553' - 7584'. (62 Holes)
8. RD wireline. TIH w/ 2-3/8" N-80 workstring and set packer at 7500', load backside and monitor pressure.
9. RU stimulation company. Hold Safety Meeting. Pressure test surface treating lines to 7000 psi. **Maximum STP during acid job is 6000 psi.** Pump 1,600 gals 15% HCl w/additives at a rate of 3-4 BPM, attempt to ball-out the perforations. Drop a total of 93 7/8" RCN ball sealers (1.3sp.gr.) spaced evenly throughout the job. Record rates and pressures while attempting to achieve ball-out.
10. RD stimulation company. Lower packer to 7590' to knock off ball sealers. RU wireline. RIH w/ wireline and obtain a 24 hour Pressure Build-up test. RD wireline. Attempt to flow test well and obtain post breakdown flow rates. If sufficient gas production exists, the Burro Canyon will not be fracture stimulated.

Arco Little Federal 32 #3
Burro Canyon/Gallup Pay-Add

10. (con't)

Decision Point: The addition of the Gallup interval may be postponed for two - three months based on the test results of the Burro Canyon. Contact Production Engineering prior to setting the RBP above the Dakota.

If minimal gas rates are present, set packer at 7500' and prepare to fracture stimulate.

11. RU stimulation company. Prepare to fracture stimulate the Burro Canyon. Pressure test surface treating lines to 7000 psi. **Maximum treating pressure is 6000 psi.** Fracture and tag the Burro Canyon according to the attached procedure. Flow-back the well immediately using a variable choke manifold (1/4 - 1/3 bpm max.). Increase choke size as needed to keep the well from logging off, if possible. When pressures and flow rates allow, TOOH w/ tubing.

Decision Point: The addition of the Gallup interval may be postponed for two - three months based on the test results of the Burro Canyon. Contact Production Engineering prior to setting the RBP above the Dakota.

12. PU RBP, TIH and set RBP at 6590' and top w/ 2 sx sand. Pressure test casing and RBP to 3200 psi. (If casing holds 3200 psi, acidize and fracture stimulate the Gallup interval down the casing, if the pressure test does not hold, the Gallup will be stimulated down workstring.) TOOH w/ tubing.

Gallup Stimulation:

13. Perforate the following interval w/ 3-1/8" HSC -3125-306, 12 gram Owen charges 0.31" holes w/ 12.02 " penetration, 2 spf (180° phasing):

6280' - 6330', 6350' - 6418', 6450' - 6560'. (110 Holes)

14. RD wireline. TIH w/ workstring and set packer at 6250'.

15. RU stimulation company. **Hold Safety Meeting.** Pressure test surface treating lines to 7000 psi. **Maximum STP during acid job is 6000 psi.** Pump 2,400 gals 15% HCl w/additives at a rate of 3-5 BPM, attempt to ball-out the perforations. Drop a total of 165 7/8" RCN ball sealers (1.3sp.gr.) spaced evenly throughout the job. Record rates and pressures while attempting to achieve ball-out.

16. RD stimulation company. Lower packer to 6570' to knock off ball sealers. RU stimulation company. Prepare to fracture stimulate the Gallup.

17. Pressure test surface treating lines to 7000 psi. **Maximum treating pressure is 6000 psi.** Fracture and tag the Gallup according to the attached procedure. Flow-back the well immediately using a variable choke manifold (1/4 - 1/3 bpm max.). Increase choke size as needed to keep the well from logging off, if possible. When pressures and flow rates allow, TOOH w/ tbg and pkr.

18. TIH w/ retreiving head and 2-3/8" 4.70# N-80 workstring and clean out to the retrievable bridge plug at 6590' with air until sand production is minimal. RIH w/ wireline and obtain a 24 hour Pressure Build-up test. Obtain gauge, oil rate and sample, and water rate and sample. Latch onto the retrievable bridge plug and TOOH.

**Arco Little Federal 32 #3
Burro Canyon/Gallup Pay-Add**

19. T/H w/ notched collar and 2-3/8" 4.70# N-80 workstring and clean out to 7600' COTD with air until sand production is minimal. R/H w/ wireline and obtain a 24 hour Pressure Build-up test. Obtain gauge, oil rate and sample, and water rate and sample. TOOH.
20. RU wireline, run After-frac Tracer Survey-GammaRay 7600' - 6100' (report if fracs stayed in zone, if possible), POOH. RD wireline. Send copy of logs to Production Engineering.
21. T/H w/ one joint 2-3/8" 4.7# J-55 tubing w/ expendable check on bottom, 'F' nipple, and 2-3/8" production tubing. Cleanout to 7600' with air. Land tubing @ +/-7575' (25' of rathole) . ND BOP, NU WH. Contact Production Operations for swabbing/well tie-in. RD and MOL.

Approved: _____

Drilling Superintendent

Suggested Vendors/Contacts:

Wireline:	Basin Perforating	327-5244
Radioactive Tag:	ProTechnics. Intl	326-7133
Tubing:	MOI. District Tools	328-9826
Packer/Bridge Plug	Mountain States	326-5141
Pressure Build-up:	Tefteller Inc.	325-8476
Stimulation:	WCNA	327-6222
Production Oper.:	Bruce Voiles	326-9571
Engineering:	Brian Ault	326-9871 w 326-6613 h