

Form 3160-5
(June 1990)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE

1. Type of Well Oil <input type="checkbox"/> Gas <input type="checkbox"/> Well <input type="checkbox"/> Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>	5. Lease Designation and Serial No. SF-080384-B
2. Name of Operator Merrion Oil & Gas Corporation	6. If Indian, Allottee or Tribe Name Navajo Allotted
3. Address and Telephone No. 610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 725' fsl & 986' fwl Section 3, T26N, R12W	8. Well Name and No. HICCUP A No. 2R
	9. API Well No. 30-045-31009
	10. Field and Pool, or Exploratory Area Basin Fruitland Coal
	11. County or Parish, State SAN JUAN COUNTY, New Mexico

12. CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other FRAC & PERF REPORT
	<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
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Completion or Recompletion Report and Log form.)

13. 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.)*

7/29/02 Set frac tanks and fill with 2% KCl city water. Install 4-1/2" frac valve. RU BWWC and run GR/CCL from 1530' to 208'. RIH with 3-1/8" casing gun and perforate the Fruitland Coal formation: 1352'-1369', 3 spf (total of 51 holes), EHD: 0.34". Shut well in.

8/01/02 RU American Energy Services. Pressure test pumps and lines to 4,500#. Held safety meeting. Spearhead 250 gal of 7-1/2% HCl prior to frac, pumped acid away at 550# while pumping 4 bpm, never saw break. Continued straight into pad. Pumped 10,962 gal 20# x-link gel pad. Frac well with 75,720# of 20/40 Super LC (resin coated sand) in 20# x-link Borate gel. Pumped sand in 1, 2, 3, 4 & 5 ppg stages (Activator was added to last 22,500# of resin coated sand during the 5 ppg stage). AIR: 20 bpm, MIR: 30 bpm, ATP: 2900#, MTP: 4250#. Hit max pressure when starting 2-ppg stage. Backed off rate and kept pumps rolling. Cut sand and pumped ~100 bbls with no sand. Already had ~7500# of sand in well. Still at max pressure. Kept pumps rolling and started sand again. Pressure started falling once sand conc. was ~ 3 ppg. Chased falling pressure with increasing pump rate. Finished job with rate back up to 29 bpm. Job complete @ 12:23 hrs. 8/1/02. ISIP: 512#, 5 min: 360#, 10 min: 180#, 15 min: 80#. Total fluid pumped 925 bbls. Opened well thru 1/4" choke to pit at 14:00 hrs 8/1/02. Well was on a vacuum. Secure location and left well open to pit.

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

Signed Steven S. Dunn Title Drilg & Prod ManagerDate 8/5/02

(This space for Federal or State office use)

Approved By _____ Title _____
Conditions of approval, if any: _____Date AUG 15 2002

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 a false statement or representations as to any matter within its jurisdiction.

FARMINGTON FIELD OFFICE
BY Joe