Distribution: O+4 (BLM); 1-Accounting; 1-Crystal; 1-File UNITED STATES Form 3160-5 FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS SF-080238-A 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 If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE Type of Well Oil Gas X Well Well Well Name and No. Name of Operator Morgan No. 6 (23738) Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No. 30-045-29690 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) Basin Fruitland (71629) 865' fsl & 859' fwl (sw sw) 11. County or Parish, State Section 31, T27N, R12W 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 Spud, Csg & TD Reports Dispose Water (Note: Report results of multiple completion on 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 L&B Speed Drill. Drilled 8-3/4" surface hole to 122' KB. POH. PU 3 jts of 7", 23 ppf, J55 surface casing 11/06/98 (116.5' length). RIH, set at 122' KB with 50 sxs Class 'B' with 2% CaCl2 (59 cu.ft.). Circulated 4 bbls to surface. Installed BOPs, pressure test to 600 psig for 30 mins. RIH with 6-1/8" mill tooth bit. Drilled cement. Drilling ahead. 11/07/98 11/09/98 TD hole at 1350' KB. Circulated clean. POH. Ran IES Induction, Compensated Neutron-Density logs. Loggers TD - 1353' KB. 11/10/98 Ran casing as follows: Cement nose guide shoe 1 jt of 4.5", 40.17' with insert float. Centralized bottom 140' with 4 centralizers. Ran 32 its of 4.5", 10.5#/ft used white & yellow band casing. Circulated to TD @ 1353' KB, 1327' KB PBTD. Cemented as follows: Pump 10 bbls water ahead of 100 sxs of Class 'B' with 2% chemical extender, 1/4#/sx celloflake, 2.06 cf/sx (206 cu.ft.), followed w/100 sxs of Class 'B' neat with 1/4#/sx celloflake (118 cuft). Washed pump and lines, drop plug displaced with 21 bbls water, bumped plug to 1200 psi. Float held good, 20 bbls cmt to surface - good circulation throughout, cut casing off. RDMOL. WOCT. I hereby certify that the foregoing is true and correct

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

Signed

Signed

Signed

Title

Drig & Prod Manager

Date 11/11/98

ACCEPTED FORMALOHLE

Approved By
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 Statements or representations as to any matter within its jurisdiction.