

**UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY**

SUBMIT IN TRIPLICATE*
(Other instructions on reverse side)

Form approved.
Budget Bureau No. 42-R1424.

SUNDRY NOTICES AND REPORTS ON WELLS (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals.)		5. LEASE DESIGNATION AND SERIAL NO. 14-20-603-2198
1. OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER		6. IF INDIAN, ALLOTTEE OR TRIBE NAME Navajo Tribe
2. NAME OF OPERATOR J. Gregory Merrion & Robert L. Bayless		7. UNIT AGREEMENT NAME
3. ADDRESS OF OPERATOR P.O. Box 507, Farmington, New Mexico 87401		8. FARM OR LEASE NAME Navajo H
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.* See also space 17 below.) At surface 510' FNL and 2130' FWL		9. WELL NO. 4
14. PERMIT NO.		10. FIELD AND POOL, OR WILDCAT West Kutz P.C.
15. ELEVATIONS (Show whether DF, RT, GR, etc.) 5356' KB (5347'KB)		11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 24, 29N, 14W
		12. COUNTY OR PARISH San Juan
		13. STATE NM

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

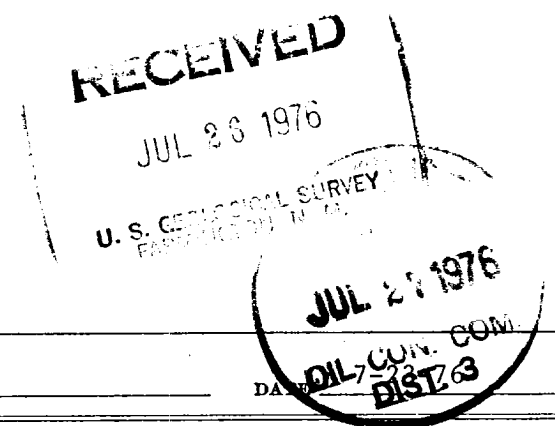
NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
TEST WATER SHUT-OFF <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	WATER SHUT-OFF <input type="checkbox"/>	REPAIRING WELL <input type="checkbox"/>
FRACTURE TREAT <input type="checkbox"/>	MULTIPLE COMPLETE <input type="checkbox"/>	FRACTURE TREATMENT <input checked="" type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
SHOOT OR ACIDIZE <input type="checkbox"/>	ABANDON* <input type="checkbox"/>	SHOOTING OR ACIDIZING <input type="checkbox"/>	ABANDONMENT* <input type="checkbox"/>
REPAIR WELL <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	(Other) <input type="checkbox"/>	

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

17. 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.)*

Ran Gamma Ray Neutron Collar Log and Cement Bond Log. Perforated Pictured Cliffs 982-992 with 2 shots/foot -- rigged up Dowell and sand fracked Pictured Cliffs with 600# polymer coated sand in 106 barrels diesel oil followed by 10,000# 10/20 sand in 13000 gallons K Cl water. Underdisplaced and sanded off Pictured Cliffs intentionally.

Perforated Fruitland 885-895 with 2 shots/foot. Attempted to sandfrac with 10/20 sand but sanded out. Washed out sand to 900 feet. Sandfracked with 10,000# 20/40 sand in 13000 gallons K Cl water. Washed sand from hole and landed 1-1/2" EUE tubing at 982 feet.



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

SIGNED J. Gregory Merrion TITLE Co-Owner DATE

(This space for Federal or State office use)

APPROVED BY _____ TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY: