Distribution: O+4 (BLM); 1-Accounting; 1	-Land; 1-File	/
Form 3160-5 UNITED S (June 1990) DEPARTMENT OF BUREAU OF LAND	THE INTERIOR	FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No.
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		SF-078213 6. If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE		7. If Unit or CA, Agreement Designation
Type of Well Oil Well X Well Other 2. Name of Operator	JUL 2002	8. Well Name and No.
Merrion Oil & Gas Corporation	(14634)	Panther No. 2
3. Address and Telephone No.	(14034)	30-045-29574
610 Reilly Avenue, Farmington, NM 8740 4. Location of Well (Footage, Sec., T., R., M., or Survey Descript		10. Field and Pool, or Exploratory Area
	ion	Fucher Kutz Pictured Cliffs
832' fsl & 1835' fel (sw se) Section 25, T30N, R13W		11. County or Parish, State San Juan County, New Mexico
12. CHECK APPROPRIATE BOX	(s) TO INDICATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
X Notice of Intent	Abandonment (Temporary)	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
	X Other Add Zone	Dispose Water (Note: Report results of multiple completion on
		Completion or Recompletion Report and Log form.)
Merrion Oil & Gas proposes to add the Fre procedure. The commingling of the Picture	uitland Coal formation to this wellbore according t ed Cliffs and the Fruitland Coal was approved by	to the attached administrative order DHC-
3009. The non-standard location was app	roved by adminstrative order NSL-4753.	7070 FF
MSLind	ENTERED AFMSS JUL 0 8 2002	GEIVED
14. I hereby centify that the foregoing is true and correct Signed Connie S. Dinning	Title Production Engineer	Date 7/1/02
(This space for Federal or State office ase) Approved By Conditions of approval, if any:	Title	Date

Merrion Oil & Gas Corporation

Completion Procedure Fruitland Coal Formation

May 1, 2002

Well:

Panther No. 2

Field:

Basin Fruitland

Location:

832' fsl & 1835' fel (sw se)

Elevation:

5686' RKB

Sec 25, T30N, R13W, NMPM

5681' GL

San Juan County, New Mexico

Lease:

FEE

By:

Connie Dinning

AFE No.:

Procedure: (Note: This procedure will be adjusted on site based upon actual conditions)

Pull Tubing & Prepare to Frac

- 1. MIRU workover rig. POH w/ 3/4" rods and pump. ND WH, NU BOP's. Tag up on fill, pull 2 3/8" production tubing.
- 2. MIRU wireline truck. RIH w/ RBP and set at ±1714' KB per correlation log. (Note: RBP setting is critical, reference GR/collar log dated 7/27/98)
- 3. Load hole w/ 2% KCL water and pressure test RBP to 3500 psi.

Perf & Frac Fruitland Coal

- 1. Order in frac/test tanks w/ risers, working external gages & two good 4" valves on each. Fill w/ 2% Kcl city water (refer to fracture stimulation design for required useable volume).
- 2. Install frac valve on top of 4-1/2" casing.
- 3. Perforate Fruitland Coal with 3-1/8" casing gun, shot density at 3 jspf per Panther No. 2 correlation log run 7/27/98 as follows:

1680 - 1704 ft

24 ft

72 holes

0.34" diameter

- 4. RU Frac crew. Spearhead 500 gals. 7.5% HCl acid. Fracture stimulate the Fruitland Coal formation with Halliburton Delta frac fluid and 75,000 lbs of 20/40 mesh Brady sand (detail design to be provided). NOTE: Do not pump in and shut down. When pumping begins, stay on it until the job is complete. Do not exceed 3500 psi.
- 5. Shut well in for gel break time. Open to pit.

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Install Production Tubing

JUL 9 8 2002

1. Rig down frac valve. Reinstall tubing head, nipple up BOPs.

- 2. RIH w/ tubing, retrieving head and clean out sand to RBP @ 17/4 KB. (Use Merrion's bailer if circulation is lost or fill is in or near top of perforations).
- 3. Latch on to RBP & POH, clean out rat hole if necessary.
- 4. Pick up and tally 15' MA, SN, and $2^{3}/_{8}$ " tubing in hole. Land tubing at \pm 1747' KB below bottom of Pictured Cliffs perforations.
- 5. Nipple down BOPs, nipple up wellhead. Run rods and pump.

Merrion Oil & Gas Corporation

Wellbore Schematic

Panther No. 2

Proposed Wellbore Configuration

Location: 832' fsl & 1835' fel (sw se) Elevation: 5681' GL Sec 25, T30N, R13W, NMPM 5686' RKB San Juan County, New Mexico Prepared by: Steven S. Dunn Date: April 12, 2002 Top of Cmt @ Surface on both casing strings Ojo Alamo - 170' Surface Bit Size - 8-3/4" Kirtland - 290' 7" 23# Surface @ 317' KB w/ 100 sx (118 cuft) Cretaceous Bit Size 6-1/4" Fruitland - 1327' **ROD STRING:** 2" X 1 1/4" X 11' RHAC pump 67 ea. 3/4" plain Tubing: 2-3/8" EU 4.7ppf J55 set @ 1747' KB w/ SN, 16' muleshoe MA w/ hole cut in top upset (Jan 24, 2001) Main Coal - 1683' Proposed Fruitland Coal Perfs: 1680 - 1704 ft; 3jspf, 72 holes, 0.34" Dia Pictured Ciffs Perfs: 1720 - 1736 ft; 2|spf, 32 holes, 0.34" Dia Pictured Cliffs -1714' 4-1/2" 10.5# J55 LTC Production Csg @ 1841' w/ 200 sx (324 cuft) TD @ 1842' KB Insert Float @ ~1797'KB PBTD @ 1786' KB ENTERED

JUL 0 8 2002

AFMSE

BY MH