Form 3160-5 (November 1983) (Formerly 9--331)

UNITED STATES SUBMIT IN TRIPLICATE* (Other instructions on reverse side) Budget Bureau No. 1004-013 Expires August 31, 1985 5. LEASE DESIGNATION AND SERIAL NO

Budget Bureau No. 1004-0135

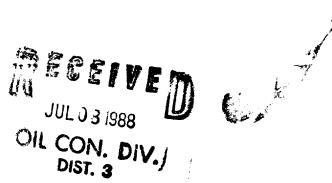
	BUREAU OF LAND MANAGEMENT	NM 58735		
(1 .	SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals.)	6 IF INDIAN, ALLOTTEE OR TBIBE	AME	
OIL WELL	X GAS OTHER	7. UNIT AGREEMENT NAME		
2. NAME	OF OPERATOR	8. FARM OR LEASE NAME		
	Merrion Oil & Gas Corp.	Galestina Canyon		
3. ADDRES	SS OF OPERATOR	9. WELL NO.		
	P. O. Box 840, Farmington, New Mexico 87499	1		
LOCATI	ion or well (Report location clearly and in accordance with any State requirements.	10. FIELD AND POOL OR WILDCAT		
At sur	so space 17 below.) rface	Wildcat		
	330' FSL and 2264' FWL	11. SEC., T., B., M., OR BLK. AND SURVEY OR AREA		
		Sec. 27, T8N, R18W		
14. PERMI	T NO. 15 ELEVATIONS (Show whether DF, RT, GR, etc.)	12. COUNTY OR PARISH 13. STATE		
	7,194' GR	Cibola New Me	xico	

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

NOTICE OF INTENTION TO:				SUBSEQUENT REPORT OF:				
			r				٦	
TEST WATER SHUT-OFF		PULL OR ALTER CASING		-	WATER SHUT-OFF	ii	REPAIRING WELL	
FRACTURE TREAT		MULTIPLE COMPLETE			FRACTURE TREATMENT		ALTERING CASING	
SHOOT OR ACIDIZE		ABANDON*			SHOOTING OR ACIDIZING		ABANDON MENT*	
REPAIR WELL		CHANGE PLANS	X		(Other)			
(Other)					(Note: Report res Completion or Reco	ults of simpletic	multiple completion on Well on 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.) *

Propose to set 4-1/2" 10.5 lb/ft J-55 casing @ 2,700' KB with 100 sx Class 'B' 2% D-79 (2.06 cu.ft/sx) 206 cu.ft. slurry, followed by 150 sx Class 'G' 2% gel (1.22 cu.ft/sx) 183 cu.ft slurry (total 389 cu.ft.) Top of cement estimated at surface.



	DIST. 3		
18. I hereby certify that the foregoing is true and correct SIGNED TITLE	Operations Manager	DATE 7/1/88	
(This space for Federal or State office use) APPROVED BY (ORIG. SGD.) JOHN M. ANDREWS, JRTITLE CONDITIONS OF APPROVAL. IF ANY:	AREA MANAGER RIO PUERCO RESOURCE AREA	JUL 06 1988	

CEMENT TO SURFACE.

*See Instructions on Reverse Side

Form 3160-5 (November 1983) (Formerly 9-331)	UNITED STATES EPARTMENT OF THE INT BUREAU OF LAND MANAGEM		Expires Anon-	n No. 1004-0135 st 31, 1985
	Y NOTICES AND REPORT of proposals to drill or to deepen or a particular of the proposals to drill or to deepen or a particular of the proposals to drill or to deepen or a particular of the proposals to drill or to deepen or a particular or		6 IF INDIAN, ALLOTT	TE OR TRIBE NAME
OIL GAS WELL WELL	OTHER (08 MAY 20 PM 1: 19	7. UNIT AGBREMENT	NAME
2. NAME OF OPERATOR Merr 3. ADDRESS OF OPERATOR	rion Oil & Gas Corp. FA	NYINGTON RÉSCUE LE AREA ARMINGTON, MEN HEXICO	8. FABM OR LEASE N Galestina (9. WELL NO.	
P. C 4. LOCATION OF WELL (Report See also space 17 below.) At surface 330	1 10. FIELD AND POOL OR WILDCAT Wildcat 11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA Sec. 27, T8N, R18W			
14, PERMIT NO.	15 ELEVATIONS (Show wheth	ner DF, RT, GR, etc.) 7,194' GR	12. COUNTY OR PARIS	
₽ .	Check Appropriate Box To Indica	Re Nature of Notice, Report, or C	· · · · · · · · · · · · · · · · · · ·	i New Mexi
TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL (Other)	PULL OR ALTER CASING MULTIPLE COMPLETE ABANDON* CHANGE PLANS X	WATER SHUT-OFF FRACTUBE TREATMENT SHOOTING OR ACIDIZING (Other) NOTE: Report results Completion or Recomp	ALTERING ABANDONM of multiple completion Report and Log f	ENT*
proposed work. If well nent to this work.) *	is directionally drilled, give subsurface approval for a chance	locations and measured and true vertic	al depths for all marke	ers and zones perti

Propose to drill a 12-1/4" hole to 40' KB. Set one joint 9-5/8" 36 lb/ft J-55 conductor pipe with 15 sacks (18 cu.ft.) Class 'B' neat, 2% CaCl2. Drill 8-3/4" hole to approximately 1850' KB. Set 7" 20 lb or 23 lb/ft J-55 casing @ 1850' KB with 200 sx (328 cu.ft.). Estimated top of cement at surface. Wait on cement 10 hours. Pressure test casing to 1200 PSI. Drill 6-1/4" hole to TD @ 2700' KB. If deemed advisable, will run a drill stem test. Run open hole logs. If well appears productive, will set 4-1/2" J-55 10.5 lb/ft liner from 1650' to TD @ 2700' KB w/ 100 sx (122 cu.ft.). TOC @ liner top. Will perforate and stimulate as necessary to test well. Additional drilling program details attached. changes are requested at this time.

Arue and correct 18. I hereby cer Operations Manager 5/18/88 (T) is space for Federal or State office use) AREA MANAGER

CONDITIONS OF APPROVAL, IF ANY:

APPROVED BY (ORIG. SGD.) JOHN M. ANDREWS, JR. TITLE RIO PUERCO RESOURCE AREA

DATE JUN 0 1 1988

Mexico

See Instructions on Reverse Side

MERRION OIL & GAS CORPORATION

DRILLING TECHNICAL PROGRAM

ATTACHMENT TO FORM 3160-3

Galestina Canyon No. 1 330' FSL and 2264' FWL Sec. 27, T8N, R18W Cibola County, New Mexico

1. ESTIMATED FORMATION TOPS

FORMATION	DEPTH
Top Mancos	Surface
Top Dakota	50 ft.
Top Morrison	300 ft.
Top Shinarump	860 ft.
Top San Andres	1,860 ft.
Top Glorietta	1,985 ft.
Top Yeso	2,170 ft.
Top Abo	2,590 ft.
Total Depth	2,700 ft.

2. WELL CONTROL SYSTEM

- A. Proposed blowout preventer system is 8" Regan 3000 psi bladder type BOPs with choke manifold.
- B. Minimum required working pressure rating for BOP stack is 2000 psi.
- C. BOP pressure testing will be conducted at time of installation and prior to drillout of surface casing shoe. The BOP will be activated at minimum on each trip for a bit and recorded in driller's log.

3. DRILLING MUD PROGRAM

- A. Surface hole will be drilled with low solids, non-dispersed mud using fresh water, gel, and other products to control PH, viscosity, weight, and water loss characteristics as necessary. Cottonseed hulls and cedar fiber will be stocked on location for use in restoring lost circulation.
- B. 6-1/4" hole will be drilled with low solids, non-dispersed mud using fresh water, gel, and other products to control PH, viscosity, weight, and water loss characteristics as necessary. Cottonseed hulls and cedar fiber will be stocked on location for use in restoring lost circulation.
- C. Mud trip monitoring will be done visually.

4. HAZARDS

- A. No abnormal pressure is anticipated. However, BOPs will be used under conductor casing to total depth.
- B. Possible hole instability may be encountered from 860' to 1850' with sloughing shales the primary problem. Lost circulation is expected at 1800 ft., based on offset well. Should be minor to moderate in nature.
- C. No H_2S is expected to be encountered. However, should H_2S be found during drilling, detection and warning equipment will be installed.
- D. Hole deviation is not expected to be a problem. Single shot surveys giving hole inclination will be run a minimum of every 500 feet.

* MERRION OIL & GAS *

WELLBORE SCHEMATIC

Well:Galestina Canyon No 1 Location:

330'FSL & 2264'FWL

Field: Wildcat

Sec. 27, T8N, R18W

Cibola, New Mexico

Elevation: 7,200' KB

7,194' GL

TOC @ Surface

Bit Size - 12 1/4"

9 5/8" 36# Conductor @ 40' KB w/ 15 sx

Bit Size - 8 3/4"

7" 20# Surface Casing @ 1850' KB w/200sx

Bit Size - 6 1/4"

4 1/2" 10.5# Liner @ 2770' KB w/ 100 sx TD @ 2770' KB

5/13/1988 File: SCHEM.cal