O+4 (BLM); 1-Accounting; 1- Land; 1-File; NMOCD (for information only) Distribution: **UNITED STATES** FORM APPROVED Form 3160-5 Budget Bureau No. 1004-0135 (June 1990) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 **BUREAU OF LAND MANAGEMENT** Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-33031 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 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE Type of Well (ias 13/3/ X Well Well Well Name and No. Name of Operator SERENDIPITY No. 4 API Well No. Merrion Oil & Gas Corporation 30-045-29996 Address and Telephone No. 610 Reilly Avenue, Farmington, NM 87401-2634 10. Field and Pool, or Exploratory Area (505) 327-9801 Location of Well (Footage, Sec., T., R., M., or Survey Description) BASIN FRUITLAND 1080' FNL & 1450' FEL (NW NE) 11. County or Parish, State SAN JUAN COUNTY, Section 26, T26N, R13W 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 Spud, Csq & TD Rpts 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 (Green Rig). Spudded 8-2/3" surface hole at 1430 hrs with bit #1. Drilled to 135' with spud mud. Circulated hole clean and TOH. Ran 4 joints (127.44') of 7", 20#, J-55, LT&C casing set at 132' KB. Cemented with 55 sxs 65 cu.ft.) of Class 'B' with 3% CaCl2 and 1/4#/sx celloflake. Displaced cement with 4.0 bbls of water. Job completed at 1830 hrs. Circulated 5.0 bbls of good cement to surface, hole staying full. SDON to WOC. (Note: Casing got stuck 1' to high while reciprocating pipe during cement job, will cut of casing and weld on bell nipple). Circulated at TD 1395' KB. Pulled 7 joints short trip. TIH, no fill, pump polymer sweep. TOH, RU Schlumberger WL. 12/23/02 RIH with IND/DEN/NEUT/GR logs, hit bridge at 1204'. TOH, removed bow string and decentralizers from logging string. RIH hit bridge at 1204', unable to work logs past 1204'. TOH, RD Loggers. Ran 33 joints (1375,39') of 4-1/2", 11.6#, J-55, LT&C casing landed at 1380' KB. Insert float at 1365' KB, marker joint at 907' KB (had to work casing thru bridge @ 1204'. Circulate casing on bottom. RU American Energy Services lost charge pump, pin broke off PTO just before starting cement job. Shut down for approx. 2.5 hrs to repair. Continued to circulate casing while repairing pump truck. Preede cement with 10 bbls of water. Mix and pump 110 sxs (227 cu.ft.) of Class 'B' with 2% SMS, 3# of gilsonite and 1/4#/sx of celloflake. Tail with 55 sxs (64.9 cuft) of Cl B with 1/4#/sx celloflake. Displace with 21.2 bbls of water. Circulated 11 bbls of cement to surface. PD @ 17:45 hrs 12/23/02. Float held OK, set slips. (Note: used starch to control water loss in mud sustem). WOCT. ertify that the foregoing is true and correct Title Production Engineer 12/30/02 STEVEN S. DUNN (This space for Federal or State office use) Approved By Title 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 States any false, fictitious or fraudulent statement:

or representations as to any matter within its jurisdiction.