, Distribution: O+4 (BLM); 1-Accounting; 1-Land; 1-File						
Form 3160-5 (June 1990) DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen of reentry to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals MAY - TAM	FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No. SF-081101 6. If Indian, Allottee or Tribe Name					
SUBMIT IN TRIPLICATE 1. Type of Well Well X Well Other						
2. Name of Operator	8. Well Name and No. Chartier No. 1					
Merrion Oil & Gas Corporation (14634)	9. API Well No.					
3. Address and Telephone No. 610 Doilly: Assemble Formington, NM, 97401 2624 (505) 227 0901	30045060/9 10. Field and Pool, or Exploratory Area					
610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	Gallegos Gallup					
790' fsl & 790' fwl (sw sw)	11. County or Parish, State					
Section 4, T26N, R12W	San Juan County,					
12. CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPO	New Mexico					
TYPE OF SUBMISSION TYPE OF ACTION	KI, OK OTHER DATA					
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 Other	Conversion to Injection Dispose Water					
Cuel	(Note: Report results of multiple completion on					
13. Describe Proposed or completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting as	Completion or Recompletion Report and Log form.) ny 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.)*						
Merrion Oil & Gas (MOG) proposes to pull the packer in the subject well in order to put the well on to pump. There is no indication of a casing leak at this time, but the packer has been in the hole for over 30 years. We propose to run a liner and cement it to surface in accordance with the attached procedure if we find evidence of a casing leak.						
CONDITIONS OF APPROVAL Adhere to previously issued stipulations.						
14. I hereby centrly that the doregoing is true and correct						
Signed Title Production Engineer Connie S. Dinrang	Date 5/5/2004					
(This space for Federal or State office use)	1-1-1					
Approved By Conditions of approval, if any Title Title Title	Date 6904					
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 Unite	d Ctates and foliage Estitions					
or representations as to any matter within its jurisdiction.	a states any raise, rictitious or fraudulent statem					

Merrion Oil & Gas Corporation

Workover Procedure

May 4, 2004

Well:

Chartier No. 1

Field:

Gallegos Gallup

Location:

790' fsi, 790' fwl (sw sw)

Elevation:

5971' GL, 5984' KB

Sec.4, T26N, R12W, NMPM

San Juan County, New Mexico

By:

Connie Dinning

Project:

Pull Packer, check casing, run 4" FJ liner. Stimulate Gallup if necessary. Put on to pump.

Procedure:

Prior to Move In Rig

- 1. Load backside (record volume required to load) w/ produced water.
- 2. Pressure up on backside to 1000 psi. Report results to Steve Dunn.
- 3. Check wellsite for anchors.
- 4. Haul in flowback tank.
- 5. Prepare pumping unit w/ 114D gearbox, 64" stroke, 24" unit sheave, 5" motor sheave to operate at 4 spm to install at end of workover. (An 80D gearbox will work if available, call Connie for details)

Cover Gallup Formation & Test Casing

- 1. MIRU. Note: Polymer will hold for 10 days. Remedial work and drill out must be completed in that time frame.
- 2. RU BJ Services and pump produced water down tbg. to assure fluid will pump in to perfs.
- 3. Pump BJ Services polymer plug down tubing to seal off and protect Gallup perfs (4916' 5063') as per attached schedule.
- 4. Keep tubing and casing full of fluid to equalize pressure on packer. Pull Model "G" packer and POH with 2 %" tubing. Note: If tubing condition indicates, lay down and replace.
- Circulate if necessary to clean out backside. Do not exceed 1000 psi in attempting to circulate.
- 6. If packer is stuck, run free point, cut off tubing and RIH w/ overshot and jars to retrieve packer.
- 7. RIH w/ tbg and CO hole if necessary.
- 8. RIH w/ bit and casing scraper.
- 9. Drill out shoe jt and float shoe to TD @ 5127' KB.
- 10. RIH w/ CIBP and set @ ±5120'.
- 11. RIH w/ 5 1/2" composite bridge plug, set @ ±4890' KB.

Run 4" FJ liner

- 1. TOH w/ 2-3/8" tubing string.
- 2. RU casing crew and handling tools.
- Install 4" cement float shoe on bottom of 1st jt of casing. Run ±4870' of 4", 9.5#, ULTra-FJ casing liner.
- 4 RD casing crew. RU BJ Services. Cement liner in place w/ 20 sx of Premium Lite HS FM (10.5 ppg scavenger cement) then tail in w/ 100 sx of Premium Lite HS FM w/ additives (12.5 ppg). Displace cement w/ produced water.

- 5. Hold casing in place w/ elevators and WOC.
- 6. ND BOP and cut off casing...NU BOP.

Clean out hole, Run Tubing and Rods, and Return to Production

- 1. Drill out float shoe. Continue in hole and drill out composite BP at 4890'. Continue cleaning out down to CIBP (5120').
- 2. Pump breaker/acid treatment to remove polymer plug from Gallup.
- 3. TOH and lay down bit and scraper.
- 4. RUTS w/ SN @ ±5070' KB. Swab back to clean up polymer plug and residue.
- 5. Check inflow, if not satisfactory, pump MSA clean up treatment.
- 6. TIH w/ 20' open ended MA & SN on 2-3/8" tubing. Set tubing at \pm 5085' KB.
- 7. TIH w/ rods and pump.

Rods:

40 ea. ¾" plain 93 ea. ¾" plain 70 ea. ¾" scrapered

- 8. ND BOPs and NU wellhead. RD, MOL.
- 9. Set pumping unit. Return well to production.
- 10. Report production for two weeks.

Merrion Oil & Gas Corporation Wellbore Schematic

Chartier No. 1

Current Wellbore Configuration

	Location: 790' fsl & 790' fwl (sw sw) Sec 4, T26N, R12W NMPM San Juan Co, New Mexico Prepared: Oct 6, 1998		Elevation: 5,971' GL 5,984' RKB By: Connie Dinning
Tertiary	Undifferentiated Tertiary - Surface		Top of Cmt @ Surface Bit Size - 13 3/4" 9 5/8", 32.3# Surface Csg @ 228' KB w/ 175 sx Cement
	Ojo Alamo - ? Fruitland - 945'		Bit Size 8 3/4"
	Pictured Cliffs - 1,225' Lewis - 1,505'		
Smo	Mesaverde - 2068'		
Cretaceous	Mancos Shale - 3,950'	-	2 3/8" EUE Tubing @ 5,095'KB w/ 160 joints, includes 7 jts below packer, Perf Nipple and Bull Plug Collar on bottom (Mar 26, 1968)
	Gallup - 4,802'	X	Top of Cement @ 4660' RKB (calculated w/ 8 3/4" hole size) TOC_ @ 4592' 6 5 5 Baker Model G Packer set w/ 11,000# @ 4867' KB (Mar 26, 1968) Gallup perfs: 4916'-4952', 4982'-5010', 5018'-5063', (Jun, 1957)
	Lower Mancos - 5070'		5 1/2" 15.5# J-55 Production Csg @ 5,126' w/ 100 sx Cement TD @ 5,127'KB PBTD @ +/-5087' KB

WELL DATA:

SPUC May 30, 1957 COMPLETED: July, 1957