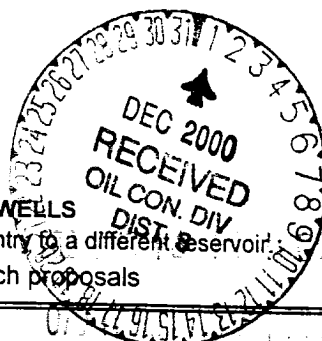


UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

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

SUBMIT IN TRIPLICATE

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. SF-078944-A
2. Name of Operator Merrion Oil & Gas Corporation (14634)	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1850' fml & 1920' fel (swne) Section 9, T26N, R12W, NMPM	8. NELSON No. 90
	9. API Well No. 30-045-29844
	10. Field and Pool, or Exploratory Area Basin Fruitland Coal
	11. County or Parish, State San Juan County, New Mexico

12. CHECK APPROPRIATE BOX (S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION	
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment	<input type="checkbox"/> Change of Plans
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion	<input type="checkbox"/> New Construction
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Altering Casing	<input type="checkbox"/> Conversion to Injection
	<input checked="" type="checkbox"/> Other Spud & Casing Reports	<input type="checkbox"/> Dispose Water

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

13. 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.)*

August 8, 2000 Roustabouts dug drilling pits and lined in preparation for drilling rig. (SSD)

August 9, 2000 MIRU L&B Speed Drill. Spud 8 3/4" surface hole to 125' KB. Circulate clean, TOH. PU 3 jts 7" 23ppf J55 LTC R3 8R used casing from Piedra Supply (M&R yard), RIH w/ 1 centralizer. RU American Energy and cement w/ 50 sx 'B', 2% CaCl₂ (59 cuft). Good circulation throughout job. Displace cement w/ 4 bbls water. Returned ~20 cuft good cement to surface. SDON. WOCT.

August 10, 2000 Rig up BOP's. Pressure test to 300 psig. Drill out w/ 6 1/4" bit. Drill ahead to 700' KB. Circulate clean. Trip out, SDOWE.

August 11-12, 2000 TD well at 1478' on 8/11/00 SDON. Circulate hole clean and TOH. RU Halliburton and run Ind/Den/Neut/GR logs. RD Halliburton. RU San Juan Casing and run 35 joints of 4-1/2", 10.5#, J-55, ST&C casing (1446.64') and land at 1452' KB. Insert float collar at 1411' KB. RU American Energy Services. Precede cement with 10 bbls water. Mix and pump 110 sxs (230 cu.ft.) of Class 'B' with 2% SMS, 3 pps gilsonite and 1/4#sx celloflake. Tail in with 30 sxs (35.4 cu.ft.) of Class 'B' with 1/4#sx celloflake and 3 pps gilsonite. Job called for 60 sxs of tail but lost air compressor on bulk truck (unable to unload cement). Dropped plug and displaced cement with 22.5 bbls of water. Plug down at 1530 hrs 8/12/00. Circulated out 4 bbls of cement to surface. (Bumped plug to 1500# - float held OK). RD American Energy Services. ND BOP and set slips. RDMOL. (JT) WOCT.

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

Signed Steven S. DunnTitle Drlg & Prod Manager

ACCEPTED FOR RECORD

(This space for Federal or State office use)

Approved By

Title

Date

NOV 27 2000

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 statements or representations as to any matter within its jurisdiction.