

**MERIT ENERGY COMPANY
DAILY WORKOVER REPORT**

OPERATOR: MERIT ENERGY COMPANY
WELL: SDS 11-1
FIELD: SAND DUNES, W.
COUNTY/ST: EDDY, NEW MEXICO
WI/NL: 100/87.5
AFE NO.: 706
AFE AMOUNT: \$83,000
OBJECTIVE: SWD FACILITIES FOR SUNDANCE & POKERLAKE

1/5/94: EMPTY & CLEAN 300BBL TNK FROM BF SEC6 TO BE USED AS OIL RECOVERY TANK.
EMPTY & CLEAN 400BBL TANK FROM FELMONT TO BE USED AS GUN BBL.
DISCONNECTED & TRANSPORTED TANKS FROM ABOVE LOCATIONS TO THE
SDS11-1. POURED 20 YDS 3/8" CHIP FOR TANK RINGS.

TRANSPORT: \$3740.00	LABOR: \$685.00
MISC: \$450.00	
DAILY TOTAL \$4885	ACCUM TOTAL \$4885

1/6/94: TRANSFERRED FLUID F/FRAC TANK TO TANK. SET 400 BBL GUN BARREL & 300
BBL OIL RECOVERY TANK. SET TANK RINGS.

TRANSPORT: \$1035.00	LABOR: \$1400.00
DAILY TOTAL \$2435	ACCUM TOTAL \$6285

1/7/94: HOOKING UP TANKS & GET CONNECTION LIST. COATED BOTTOM 2" OF GUN
BARREL. DELIVERY & SET P 500BBL FIBERGLASS TANKS. TRANSFER COST FOR
300BBL TANK F/BURTON FLAT SEC #6. TRANSFER COST FOR 400BBL TANK FROM
FELMONT.

LABOR: \$1410.00	MISC: \$19,400.00
DAILY TOTAL: \$20,810	ACCUM TOTAL: \$27,095

1/8/94: SD FOR WEEKEND

1/9/94: SD FOR WEEKEND

1/10/94: DELIVERED & SET UP GENERATOR TO RUN TRIPLEX PUMP. WIRED GENERATOR &
PUMP. GANG, BACKHOE & WELDER HOOKED UP BATTERY. DELIVERED & SET UP
1000 GAL DIESEL TANK FOR GENERATOR. HAULED 3 LOADS (360BBLs) WATER TO
CHECK FOR LEAKS. UNLOADED GUN BARREL, REPAIRED LEAKING MAN HOLE
COVER AND UNLOADED BACK INTO GUN BARREL.

LABOR: \$2175.00	TRANSPORT & SETUP: \$22,600.00
MISC: \$10,250.00	
DAILY TOTAL \$35,025	ACCUM TOTAL \$62,120

1/11/94: CONTINUING TO HOOK UP SWD FACILITIES, BACKHOE, GANG, AIR COMPRESSOR,
WELDERS, & ELECTRICIANS.

LABOR & EQUIPMENT: \$3200.00	
DAILY TOTAL \$3200	ACCUM TOTAL \$65,320

1/12/94: CONTINUING HOOKING UP BATTERY, PUMP RUNNING AND PUTTING H2O IN
GROUND AT 102 BPH AT 0 INJ PSI.

LABOR & EQUIPMENT: \$3200.00	
DAILY TOTAL \$3200	ACCUM TOTAL \$68,520

1/13/94: CONTINUING HOOKING UP BATT, PUMP RUNNING AND PUTTING H2O IN GROUND
AT 102 BPH @ 0 INJ PSI. CONTINUING TO HOOK UP SWD FACILITIES BUILDING
RETAINER WALLS & FENCE.

LABOR & EQUIPMENT: \$1800.00	
DAILY TOTAL \$1800.00	ACCUM TOTAL \$70,300

1/14/94: CONTINUING HOOKING UP BATTERY FOR SWD SYSTEM.

LABOR & EQUIPMENT: \$1900.00	
DAILY TOTAL \$1900	ACCUM TOTAL \$72,200