

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

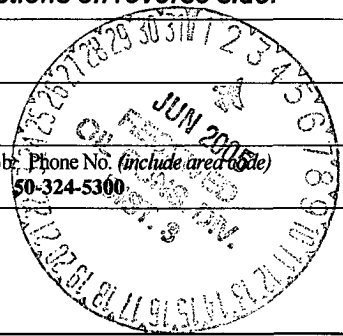
1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator **MERRION OIL & GAS CORPORATION**

3a. Address
610 REILLY AVENUE, FARMINGTON, NM 87401

3b. Phone No. (include area code)
50-324-5300

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
**1850' FSL & 1850' FEL (NW SE)
 SECTION 20, T25N, R9W**



5. Lease Serial No.
SF-078530

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
FEDERAL 20-1R

9. API Well No.
30-045-25012

10. Field and Pool, or Exploratory Area
WHITE WASH MANCOS DAKOTA

11. County or Parish, State
SAN JUAN, NEW MEXICO

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other COMMINGLE
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	COMPLETION
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

3/28/05 MIRU Professional Well Service Rig No. 1 on 3/28/05. Checked pump, could not find tag. LD 1 rod, re-spaced pump with 1 x 4', 6' and 8' ponies. Hung well on.

3/29/05 SITP 0 psi. SICP 85 psi. Still not pumping. RU to pull pump and rods. POOH w/ rods and pump. Found plunger stuck and cups worn. RU to swab. Made 12 swab runs recovering 24 bbls oil. Initial fluid level @ 5000'. Final fluid level @ 5800'. Fluid initially very dirty, but cleaned up. Tubing started gassing after 4th run. RD swab. Prep to run pump and rods. SD due to high wind.

3/30/05 SITP 0 psi. SICP 200 psi. RIH w/ 2 x 1-1/4 x 12 RHAC pump, 40 @ 3/4" used plain rods, 129 @ 5/8" used plain rods and rods, 16 @ 3/4" plain rods and 71 @ 3/4" used guided rods. Seated pump. Filled tbg w/ 2% KCl water and tested to 800 psi. Very slow bleed off. Long stroked pump. Spaced out pump and hung on. Tubing pumped up to 400 psi. Moved to Federal 20-1E. Well appears to be pumping.

DHC-3332

2005 MAY 12 09:11:07
 RECEIVED
 070 FARMINGTON NM

14. I hereby certify that the foregoing is true and correct
 Name (Printed/Typed)

STEVEN S. DUNN

Title **DRILLING & PRODUCTION MANAGER**

Signature

Date **05/11/2005**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____
 Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title _____ Date _____
 Office _____
ACCEPTED FOR RECORD
JUN 01 2005
FARMINGTON FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.