

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.

2006

5. Lease Serial No.
SF-078899A
Indian Allottee or Tribe Name

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)
505-324-5300

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

**2345' FNL & 1705' FWL
SECTION 20, T26N, R11W (SE NW)**

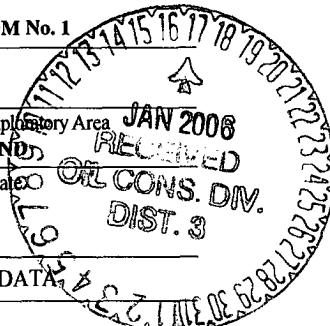
7. If Unit or CA Agreement, Name and/or No.

8. Well Name and No.
HARD ROCK COM No. 1

9. API Well No.
30-045-32100

10. Field and Pool, or Exploratory Area
BASIN FRUITLAND

11. County or Parish, State
SAN JUAN, NM



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 COMPLETION
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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.)

12/27/05 MIRU JC Well Service rig on 12/27/05. Spot tubing trailer. Well had 0 psi. Remove frac valve. Install tubing head and NU BOP. PU 2-3/8" tubing with notched collar on bottom & TIH. Tag sand at 1239'. RU pump truck and lines, break circulation with 2% KCl water. Circulate out sand down to PBTD (1478'). Pull up and SD for 1 hr. TIH to PBTD no fill. TOH, TIH with production string as follows: RIH with production string as follows: cut off tail joint (with hole(s) in top), seating nipple and 42 joints (1355.52') of 2-3/8", 4.7#, EUE tubing. Bottom of tubing landed at 1379' KB, seating nipple at 1361' KB. Land tubing in well head with donut. ND BOP & NU WH. SWI, secure location & SDON.

12/28/05 Found well with 0 psi. RUTS. Made 12 runs and recovered approximately 36 bbls of water. On last run fluid level was down to ~1300', fluid looked clean. RIH with 2" x 1-1/4" x 12' RHAC pump on 52 x 3/4" plain rods, 1 x 8', 1 x 6' and 1 x 4' pony sub. Install polish rod and stuffing box. Load tubing and pressure test to 600 psi, held OK. Long stroke pump with rig - pumped OK. NU horsehead and bridle. Space out pump and hang off rods. Not enough casing gas to start unit. RDMOL.

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

STEVEN S. DUNN

Title **DRLG & PRODUCTION MANAGER**

Signature

Date **01/05/2006**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ACCEPTED FOR RECORD

Approved by

Title

Date

JAN 13 2006

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.

Office

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.

(Instructions on page 2)

NMOCD