MERRION

OIL & GAS

SARCIO No. 1 F - Section 16, T15N, R06W Sandoval County, New Mexico



SLOPE TESTS

	<u>Depth</u>	Hole Deviation
#1	130'	1°
#2	286'	1.75°
#3	420'	2.5°
#4	632'	2.5°
#5	847'	2.75°
#6	1034'	4°
#7	1096'	3.75°
#8	1158'	4°
#9	1220'	4°
#10	1342'	4.75°
#11	1405'	4.5°
#12	1499'	3.75°
#13	1591'	4°
#14	1715'	4°
#15	1810'	4°
#16	1904'	4.5°
#17	1997'	5°
#18	2121'	5°
#19	2246'	5°
#20	2402'	4.75°
#21	2527'	4.75°
#22	2745'	4.75°
#23	2963'	4°
#24	3182'	4°
#25	3552'	4°

NMOCD Page Two March 13, 1996

I, Steven S. Dunn, being first duly sworn, depose and state that the above and foregoing depth and hole deviation figures are true and correct to the best of my information and belief.

Steven S. Dunn

Subscribed and sworn before me this 13th day of March, 1996

State of New Mexico

} ss

County of San Juan

Esther J. Greyeye

Notary Public

My Commission Expires: August 7, 1998

Distribution:

Orig+4 (BLM); 1-Crystal; 1-Accounting; 1-Well File

orm 3160-5 June 1990)		O STATES OF THE INTERIOR	Budget Bureau No. 1004-0135
		ND MANAGEMENT	5. Lease Designation and Serial No. NM-86863
Do not i	use this form for proposals to drill o	D REPORTS ON WELLS or to deepen or reentry to a different reservoir. ERMIT—" for such proposals	6. If Indian, Allottee or Tribe Name
		TRIPLICATE	7. If Unit or CA, Agreement Designation
1. Type of W Oil Well 2. Name of C	Gas Well Other Dry Hole		8. Well Name and No. Sarcio No. 1
Merrion	Oil & Gas Corporation	9. API Well No.	
610 Reill	nd Telephone No. ly Avenue, Farmington, NM 87401-2	10. Field and Pool, or Exploratory Area Wildcat; El Dado-Entrada (Oil)	
4. Location o	1650' fnl & 1650' fwl (SENW) Section 16, T15N, R6W	11. County or Parish, State Sandoval County, New Mexico	
12.	CHECK APPROPRIATE BOX(s)	O INDICATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
	TYPE OF SUBMISSION	TYPE OF ACTION	
	Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
3. Describe P give s 3/3/96	subsurface locations and measured and true vertical de	tools. Set bottom packer at 3285' KB. Test inteval	al 3285'-3353' KB
	flow period. No gas to surface. 100% water. Pulled 5 stands, w	min, ISI 60 min, FF 60 min, FSI 120 min. Good s Release packers. POH. Found 2079' of drill pipe ret, caught sample. Circulated water out of hole. 1100 PPM TDS. LD DST tools. RIH to resume d	e recovery (23.6 bol), POH: Recovered
3/4/96	TD hole at 3552". Circulate on	bottom prior to plug and abandonment. ***CONTINUED OTHER SIDE***	PECETVED MAR 1 9 1996
$\frac{1}{14.1} \frac{1}{14.1} \frac{1}{14.1$	entify that the foregoing is true and correct		OIL CON, DIV.
Signed	Steven S. Dunn	Operations Manager Title	3/7/96 Date
/ Approved	by	Chief, Lands and Mineral Resource	MAR 1 8 1996 S Date

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.

3/5/96 RIH with pipe open-ended. Spot cement plugs as follows:

1.	3200' - 3554'	99 sxs	(117 cu.ft.)
2.	2256'-2356'	43 sxs	(51 cu.ft.)
3.	1940'-2040'	43 sxs	(51 cu.ft.)
4.	980'-1196'	69 sxs	(82 cu.ft.)
5.	236'-336'	31 sxs	(37 cu.ft.)
6.	Surface - 50'	15 sx	(18 cu.ft.)

Slurry Wt - 15.6 ppg, Yield 1.18 cu.ft./sx; 5.2 GPS. Displaced all plugs with 9.1 ppg. Drilling mud. Complete plugging at 12:30 PM 3/5/96. Release drilling rig.