Distribution: O+4 (BLM); 1-Accounting; 1- Crystal; 1-File Form 3160-5 UNITED STATES FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 **BUREAU OF LAND MANAGEMENT** Expires: March 31, 1993 99 JAN II PM I: 12 Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS SF-078475 Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT--" for such proposals SUBMIT IN TRIPLICATE 7. If Unit or CA, Agreement Designation Type of Well Oil Gas X Well Well Name and No. Name of Operator Stephenson Fateral 1 (7847) Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No. 30-045-05416 610 Reilly Avenue, Farmington, NM 87401-2634 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Dufers Pt Glp-Dk (19859) 1650' fnl & 1650' fel (sw ne) 11. County or Parish, State Section 17, T25N, R8W San Juan County, **New Mexico** CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent X Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other Dispose Water Completion or Recompletion Report and Log form.) 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.)* MIRU A-Plus Well Service Rig #6. RU blow down line and blow down well - Tbg 30-0, Csg 160-0. Check tubing to see if free. ND WH, NU 12/18/98 BOPs and test. Prep to pull tbg. Shut well in. Note: Notified BLM @ 12:35 PM 12/18/98. 12/19-20/98 SD for weekend. Open up well - Tbg 20, Csg 50. Blow down well. POH w/199 jts of tubing, stand back 99 stands 6305' and LD 1 jt. PU 5-1/2" DHS CR, TIH 12/21/98 w/198 jts, set CR at 6305'. Pressure tested tubing to 500# - held OK. Sting out CR, pump 10 bbls more. Pump Plug #1 with 11 sxs of Class 'B' cement, 15.6# (6305'-6259) TOC @ 6205'. LD 28 jts stand back 85 stands and stinger. 12/22/98 Open up well - Tbg 20, Csg 50. PU 5-1/2" CR, TIH with 171 jts, set CR at 5446', sting out. Load hole with 110 bbls and circulate clean. Press tested csg to 500# - held OK. Pump Plug #2 with 11 sxs Class 'B' cement, 15.6#, (5446'-5396'), TOC @ 5346'. LD 61 joints standback 55 stands and LD stinger. Perfd at 3612' with 2 holes. Est. rate thru squeeze hole at 1-1/2 BPM at 400# with 18 bbls. PU 5-1/2" CR, TIH with 110 joints, set CR @ 3503'. Attempted to est. rate again, pressure up to 1200#, unable to pump into, sting out and load hole with 4 bbls. Pump Plug #3 with 11 sxs Class 'B' cement, 15.6#, (3503'-3403'), TOC @ 3403' (OK'd by Kevin Snider with BLM). LD 50 jts, standback 20 stands and stinger. *** CONTINUED OTHER SIDE *** I hereby certify that the foregoing is true and corre Title Drlg & Prod Manager Steven S. Dunn (This space for Federal or State office use)

Title

Approved By

Conditions of approval, if any: