Distribution: O+4 (BLM); 1-Accounting; 1-Land; 1-File **UNITED STATES** FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 Lease Designation and Serial No SUNDRY NOTICES AND REPORTS ON WELLS SF-078944 Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. If Indian, Allo fee or Tribe Name Use "APPLICATION FOR PERMIT--" for such proposals and cost SUBMIT IN TRIPLICATE If Unit or CA, Agreement Designation Type of Well Oil Gas X Well Well Other Name of Operator NELSON No. 90 (25885) Merrion Oil & Gas Corporation DEC 2000 (14634)API Well No. Address and Telephone No. RECEIVED 30-045-29844 610 Reilly Avenue, Farmington, NM 87401-2634 OIL COISO 501927-98 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Basin Fruitland Coal (71629) 1850' fnl & 1920' fel (sw ne) 11. County or Parish, State Section 9, T26N, R12W, NMPM San Juan County, New Mexico CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent 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 Perfd, Fracd & Tbg Rpts Dispose Water (Note: Report results of multiple completion on 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.)* Set frac tanks and installed 4-1/2" frac valve. RU BWWL and run GR/CCL from 1411' to 400'. Run with 3-1/8" select fire casing gun and 9/22/00 perforate the following depths at 1 spf: 1000', 16', 35', 58', 62', 77', 97', 1136', 70', 75', 1239', 40', 41', 42', 43', 44', 45', 46', 47', 48', 49', 50', 51', 52', 53', 54', 55', 56', 57', and 58' - total of 30 holes - EHD 0.34" diameter. Shut well in. RU Halliburton Energy Services and pressure test pumps and lines to 4500#. Pumped 12,000 gal 20# x-link gel pad. Frac well with 70,000# of 9/23/00 20/40 Brady sand in 20# x-link (Delta 140 fluid). Pumped sand in 1,2,3 and 4 ppg stages with sand wedge additive. AIR 38 bpm, MIR 41 bpm, ATP 1694#, MTP 2308#. Job completed at 15:15 hrs 9/24/00. ISIP 588#. Total fluid pumped 885 bbls. Opened well thru 1/4" choke to pit at 14:30 hrs 9/24/00. Well had no pressure. Secure location and left well open to pit. 9/ 24-25/00 WO rig. MIRU JC Well Service 9/26/00. Found well dead. Remove 4-1/2" frac valve and install tubing head. Receive tubing. Remove protectors and 9/26/00 tally. TIH with tail joint, seating nipple and 2-3/8" tbg. Tag up on fill/sand at 1335'. RU pump truck and lines. Break circulation (took approx. 40 bbls to get circulation). CO frac sand to PBTD (1411' KB). Circulate hole clean. Pull up to approx. 1020'. Tagged PBTD @ 1411'. LD 5 jts of 2-3/8" tubing. Land tubing at 1253', SN 1 joint above bottom. TIH with insert pump, 48 - 3/4" plain rods 9/27/00 (changed out all boxes to spray metal), 1-8', 1-6', 1-4' x 3/4" rod subs, polish rods. Spaced pump. Stacked rods out. RDMOL. certify that the forego 14. I hereby ng s true and correct Title Drlg & Prod Manager ACCEPPENTOR RECORD Steven S. Dunn (This space for Federal or State office use) NOV 2 7 2000 Approved By Title Conditions of approval, if any: 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 and

NMOCD

or representations as to any matter within its jurisdiction.