

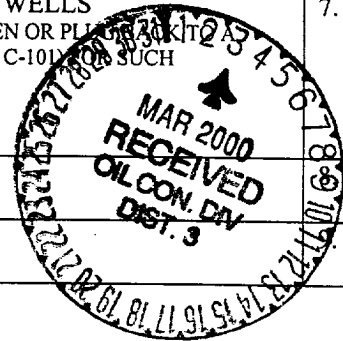
Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 87240
 District II
 811 South First, Artesia, NM 87210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised March 25, 1999

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

WELL API NO. 30-045-30083
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: RUBY (25176)
Well No. 001
Pool name or Wildcat Aztec Pictured Cliffs (71280)
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 5575'



SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG OR TO ABANDON A WELL OR TO OPERATE A WELL IN A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
 Oil Well Gas Well Other

2. Name of Operator
 MERRION OIL & GAS CORPORATION (014634)

3. Address of Operator
 610 Reilly Avenue, Farmington, NM 87401

4. Well Location
 Unit Letter C : 790 feet from the North line and 1930 feet from the West line
 Section 25 Township 30N Range 12W NMPM County San Juan

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: Spud & Casing Report <input checked="" type="checkbox"/>	

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Feb. 19, 2000 MIRU L&B Speed Drill 2/19/00. Spudded 8-3/4" hole at 0830 2/19/00 with bit #1. TD surface hole at 135' at 1230 hrs 2/19/00. TOH. PU and RIH with 4 joints of 7", 23#, ST&C casing (125.25'), landed at 130' KB. RU American Energy Services, mix and pump 60 sxs (70.80 cu.ft.) of Class 'B' cement with 2% CaCl2. Good returns throughout job. Displace cement with 4 bbls of water. Circulated 5 bbls of cement to surface. Plug down at 13:30 hrs 2/19/00. RD American Energy. WOC. SD for weekend.

Feb. 20, 2000 Shut down for weekend.

Feb. 22-23, 2000 Drilling

Feb. 24, 2000 Drilled to TD at 1962' KB. Circulate clean. SDON.

*** CONTINUED OTHER SIDE ***

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Drlg & Prod Manager DATE 3/2/00

Type or print name Steven S. Dunn Telephone No. 505-327-9801

(This space for State **ORIGINAL SIGNED BY CHARLIE T. PERPIN**)

APPROVED BY _____ TITLE DEPUTY OIL & GAS INSPECTOR, DIST. #3 DATE MAR - 3 2000

Conditions of approval, if any:

Feb. 25, 2000

TD well at 1965' at 0830 hrs 2/25/00. Circulate hole clean and TOH. RU San Juan Casing and run 52 joints of 4-1/2", 10.5#, J55, ST&C casing (1945.62') and land at 1951' KB. Insert float collar at 1920'. Wash casing to bottom (had to wash down thru 25' of fill). Circulate for 30 mins. RU American Energy Services. Precede cement with 10 bbls of water. Mix and pump 130 sxs (268 cu.ft.) of Class 'B' with 2% SMS and 1/4#/sx celloflake. Tail in with 51 sxs (60 cu.ft.) of Class 'B' with 1/4#/sx celloflake. Dropped plug and displaced cement with 31 bbls of water. PD at 1530 hrs 2/25/00. Good circulation throughout job. Circulate out 3 bbls of cement to surface. Bumped plug to 1500# - float held OK. RD American Energy Services. ND BOP and set slips. RD and release rig. WOCT.