Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office Revised March 25, 1999 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 District II 30-045-30421 OIL CONSERVATION DIVISION 811 South First, Artesia, NM 87210 5. Indicate Type of Lease 2040 South Pacheco District III STATE X FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM & District IV State Oil & Gas Lease No. 2040 South Pacheco, Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPING PI DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM OSSIBLE DREAM COM (026926) PROPOSALS.) 1. Type of Well: Oil Well 🔲 Gas Well  $\mathbf{X}$ Other 8. Well No. 2. Name of Operator MERRION OIL & GAS CORPORATION 001 9. Pool name or Wildcat 3. Address of Operator Fulcher Kutz Pictured Cliffs (77200) 610 Reilly Avenue, Farmington, New Mexico 87401-2634 4. Well Location Unit Letter D :\_\_: 1026 feet from the **North** line and \_\_ 1026 \_feet from the \_\_\_West line Township 30N NMPM Section 36 Range 13W San Juan. County 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐ REMEDIAL WORK ALTERING CASING COMMENCE DRILLING OPNS. CHANGE PLANS PLUG AND TEMPORARILY ABANDON ABANDONMENT **PULL OR ALTER CASING** MULTIPLE П CASING TEST AND COMPLETION **CEMENT JOB** OTHER: OTHER: Spud, Casing & TD reports 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 recompilation. MIRU L&B Speed Drill on 6/20/01. Spud 8-3/4" surface at 1100 hrs 6/20/01 and drilled TD surface hole at 6/20/01 145'. Circulate hole clean and TOH. Ran 3 jts of 7" casing (131.92'), land @ 137' KB. RU AES. Precede cement with 5 bbls of water. Mix and pump 50 sxs (59 cu.ft.) of Class "B" with 2% CaCl2 and 1/4#/sx celloflake. Displaced cement with 4 bbls of water. Circulated out 4 bbls of cement to surface. PD at 1700 hrs 6/20/01. SDON. Progress 435'. RU BOP, choke and kill manifold. Pressure tested to 300 psi 15 minutes. Drill out with 6-6/21/01 1/4" MT bit and water. Drill ahead to 580' KB. Circulate clean. Pull off bottom. SDON. RIH to 580'. Drill ahead to 1050' KB. Round trip to change bit. Drill to 1150' KB. Circulate clean. Pull 6/22/01 off bottom. \*\*\* Continued other side \*\*\* I hereby certify that the information above is true and complete to the best of my knowledge and belief. Drlg & Prod Manager DATE 6/28/01 TITLE SIGNATURE (505) 327-9801 STEVEN S. DUNN Telephone No. Type or print name (This space for State use) TITLE SETUTY OIL & GAS INSPECTOR, DIST. NAL SIGNED BY CHAPLE T. PERFER APPPROVED BY Conditions of approval, if any:

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6/23/01 RIH to 1150' KB. Drill ahead to 1700' KB. Circulated clean, pull off bottom. 5D for weekend.

6/25/01 TD at 1810'. TOH with drill pipe. RU Schlumberger and log, Logger's TD @ 1779' KB. RU San Juan Casing and run 45 joints (1805') of 4-1/2", 10.5#, 1-55 new casing (from Cave Enterprises) shoe on bottom. Baffle one joint off of bottom @ 1765' KB. Pumped 10 bbls pre-flush with sack cello-seal, no circulation. Start mixing cement, got circulation. Pump 150 sxs Class 'B' with 2% sodium metasilicate, 5# gilsonite, 1/4# cello-seal, 12.5#/gal, 2.06 yield, slurry volume 55 bbls. Tail with 60 sxs Class 'B', 5# gilsonite, 1/4# cello-seal/sack, 15.6 ppe, 1.18 yield, 13 bbls, displace with 28.2 bbls water, bumped plug. Circulated 7 bbls cement back to surface (19 sxs) fair to good circulation throughout job. RDMOL. WOCT.