

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. 30-025-26328
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name: STATE 23 COM
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8. Well No. 002

9. Pool name or Wildcat

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	
2. Name of Operator MERRION OIL & GAS CORPORATION (014634)	
3. Address of Operator 610 Reilly Avenue, Farmington, New Mexico 87401-2634	

4. Well Location Unit Letter F : 1980 feet from the North line and 1980 feet from the West line Section 23 Township 23S Range 34EW NMPM Lea , County 10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3389'	
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11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> SI WAITING FOR AFE / WILL PROCEED WITHIN 90 DAYS OTHER: Temporarily Abandon <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.

1-11 to 12-03 SDFN

1-13-03 SITP 0#. SICP 0#. UNLOAD & TALLY 292 JTS OF 2 7/8" N-80 EUE TBG. PU 6 7/8" X 2 1/8" OVERSHOT AND LATCHED ONTO 1 1/2" TBG @ 2870'. RU ROTARY WL AND CUT OFF 1 1/2" TBG @ 9195'. POOH WITH 80 JTS OF TBG.

1-14-03 SITP 0#. SICP 0#. LD 208 JTS OF 1 1/2" TBG. RU COMPUTALOG. RUN MULTI-ARM CALIPER FROM 9167' - 5000'.

1-15-03 RUN MTT LOG FROM 9167' - 5000'. 9 5/8" CSG APPEARS TO BE IN GOOD CONDITION.

1-16-03 SDFN

CONTINUED OTHER SIDE

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

SIGNATURE Steven S. Dunn TITLE **Drilg & Prod Manager** DATE **1/29/03**

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

(This space for State use)

APPROVED BY GARY W. WINK ORIGINAL SIGNED BY GARY W. WINK TITLE OFFICE REPRESENTATIVE / STATE MANAGER DATE **FEB 01 2003**

1-17-03 ND 7 1/16" BOP AND NU 10" BOP. FOUND 225# ON 13 3/8" X 9 5/8" ANNULUS. BLED OFF PRESSURE.

1-18-03 SDFN

1-19-03 SDFN

1-20-03 PUMPED 110 BBLs OF WTR DOWN CSG WITH OUT LOADING HOLE.

1-21-03 PU 9 5/8" RETAINER AND RIH WITH 288 JTS TBG. TAGGED PBTD @ 9145'. SET RETAINER WITH 287 JTS @ 9105'. DISPLACED TBG. TBG LOADED AFTER 10 BBLs. LOADED ANNULUS WITH 34 BBLs AND TESTED TO 500#. ESTABLISHED INJECTION RATE OF 3 BPM @ 1100#. 13 3/8" ANNULUS STARTED CIRCULATING AFTER 43 BBLs.

1-22-03 RU BJ SERVICES. PUMPED 200 SX (POZ-H-GEL) + 3/10% FL-25 (12.4 PPG; 1.97 CF/SX) TAILED WITH 500 SX "H" + 5/10% FL-25 (15.6 PPG; 1.18 CF/SX). DISPLACED WITH 50 BBLs WTR. REVERSED OUT 19 SX CMT. PBTD @ 9085'. POOH W/ TBG. RAN TEMP SURVEY. FOUND TOP OF CMT @ 6952'.

1-23-03 RIH WITH TBG TO 9072'. DISPLACED HOLE WITH 710 BBLs FR WTR. LAYED DOWN 76 JTS OF TBG.

1-24-03 FINISH LAYING DOWN TBG. ND BOP. RELEASE RIG.
