

New Mexico Bureau of Mines and Mineral Resources
Open File Report No. OF-349

CRUDE OIL ANALYSES OF THE MERRION OIL AND GAS CORP.
NO. 1 POT MESA WELL (MENEFE), MCKINLEY COUNTY,
AND NO. 321 CANYON LARGO UNIT WELL (GALLUP), RIO ARriba
COUNTY, NEW MEXICO

by

D. Kirk Cromer
Core Laboratories, Inc.
Dallas, Texas

October 15, 1985

CORE LABORATORIES, INC.



October 15, 1985

Geochemical
Services

Mr. Doug Endsley
Merrion Oil and Gas Corporation
P.O. Box 1017 840
Farmington, New Mexico 87499

Subject: Crude Oil Characterization
Menefee and Gallup Oils

File No.: SBE 85061

Dear Doug:

30-031-20882 M. Km² POTMESA #1 MENEFEE - Sec 10 T20N-R6W
30-039-23139 R. H. ... CLU 321 - GALLUP - Sec 24 T25N-R6W
11/4/82

This final report presents the results of our geochemical crude oil characterization of two oils from the southern San Juan Basin, one from the Cretaceous Menefee Formation and one from the Cretaceous Gallup Formation. This crude oil characterization consisted only of analysis of the C_{10+} saturated hydrocarbon fraction of these oils by capillary gas chromatography (GC).

Based on the results of this analysis only, the Menefee and Gallup oils appear to be very similar. This can be seen in the GC pattern ("fingerprint") of the two oils in Figures 1 and 2. Another way of comparing these two oils is to plot the normal paraffin distribution (Table 1), which is shown in Figure 3. This further shows the similarity of these two oils.

Specific biomarker compounds that occur in oils, which can be thought of as biological fossils of the original organic matter in the source rock of an oil, are very useful in correlating crude oils. The isoprenoid hydrocarbons are one type of biomarker compound that can be evaluated by gas chromatography of the C_{10+} saturated hydrocarbon fraction. Caution must be exercised, however, as the lower molecular weight isoprenoids are subject to alteration due to their low boiling points. The distribution of the isoprenoid hydrocarbons in these oils, shown in Figure 4, confirm their similarity.

As previously suggested in earlier conversations, both of these oils appear to have been generated from a source rock containing a mixture of terrestrial and marine organic matter. The pristane/phytane ratios of near 2.00 and the high concentrations of $n\text{-C}_{24+}$ paraffins suggests a significant terrestrial organic matter input to a relatively well-oxygenated depositional environment. The source rock of these oils was apparently thermally mature at the time of expulsion of these oils, probably well into the oil generation window. This is based on CPI values (Table 1) near 1.00, relatively high $n\text{-C}_{17}$ /Pristane, $n\text{-C}_{18}$ /Phytane ratios and the general pattern of the GC's. One of the only discernable differences in these oils based on this analysis is that the Gallup oil appears to be slightly more mature than the Menefee oil. This could easily be accounted for by post-pooling maturation in the reservoir.

Other detailed analyses, such as carbon isotope composition or gas chromatography/mass spectrometry, could confirm or refute the suggested correlation of these two oils. Direct comparison to suspected source rocks could also assist in correlation of these oils and provide a crude oil/source rock correlation.

We appreciate the opportunity to be of assistance to Merrion Oil and Gas Corp. in their hydrocarbon exploration program. Should you have any questions on this report, or need additional services in future, please contact us at (214) 631-8270.

Sincerely,

CORE LABORATORIES, INC.

A handwritten signature in dark ink, appearing to read "D Kirk Cromer". The signature is fluid and cursive, with the first letters of each word being capitalized and prominent.

D. Kirk Cromer
Senior Geochemist
Geochemical Services

DKC/ckp

Figure 1
C10+ SATURATED HYDROCARBON FRACTION
MENEFEER OIL SAMPLE

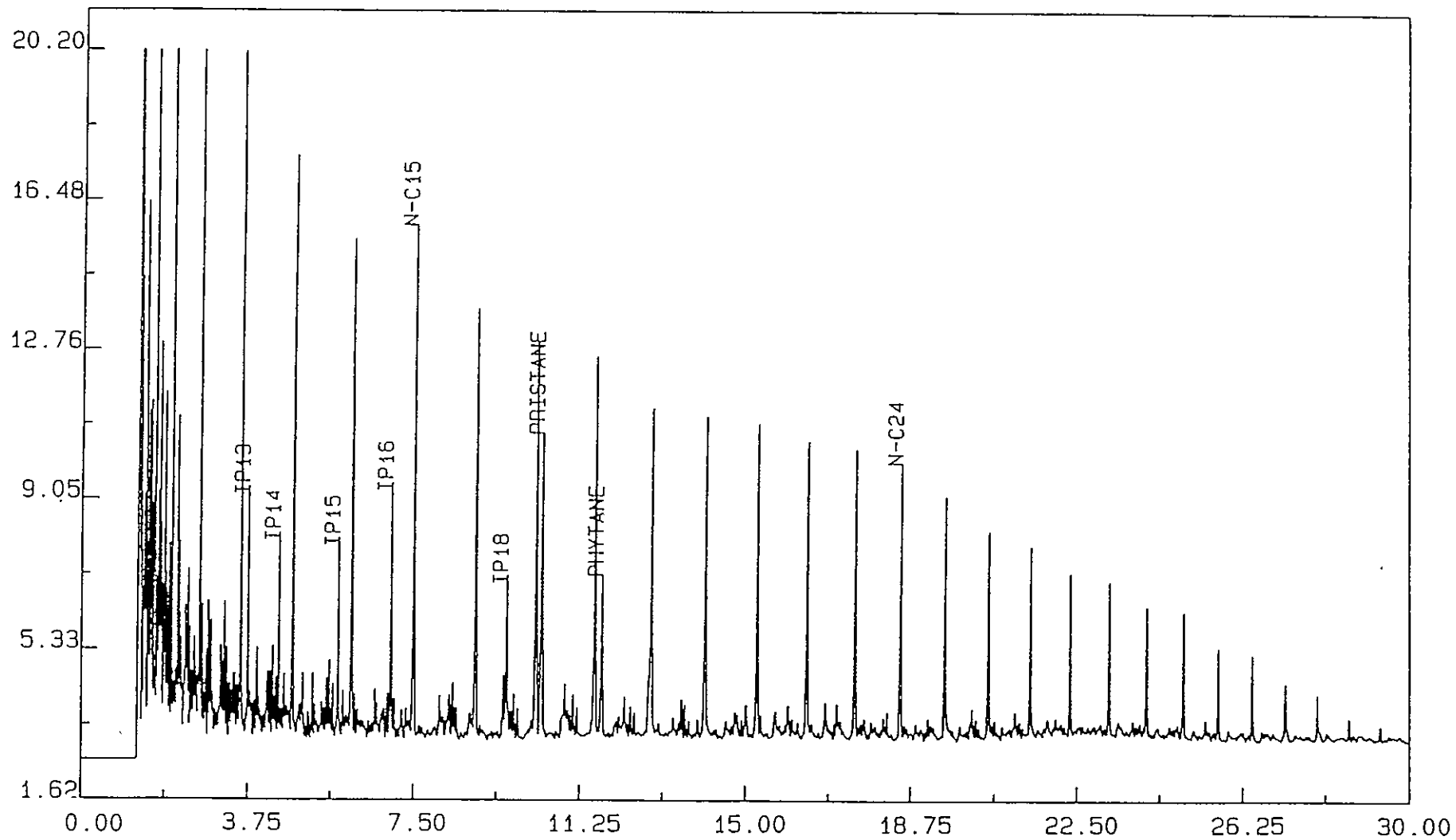


Figure 2
C10+ SATURATED HYDROCARBON FRACTION
CRETACEOUS GALLUP OIL

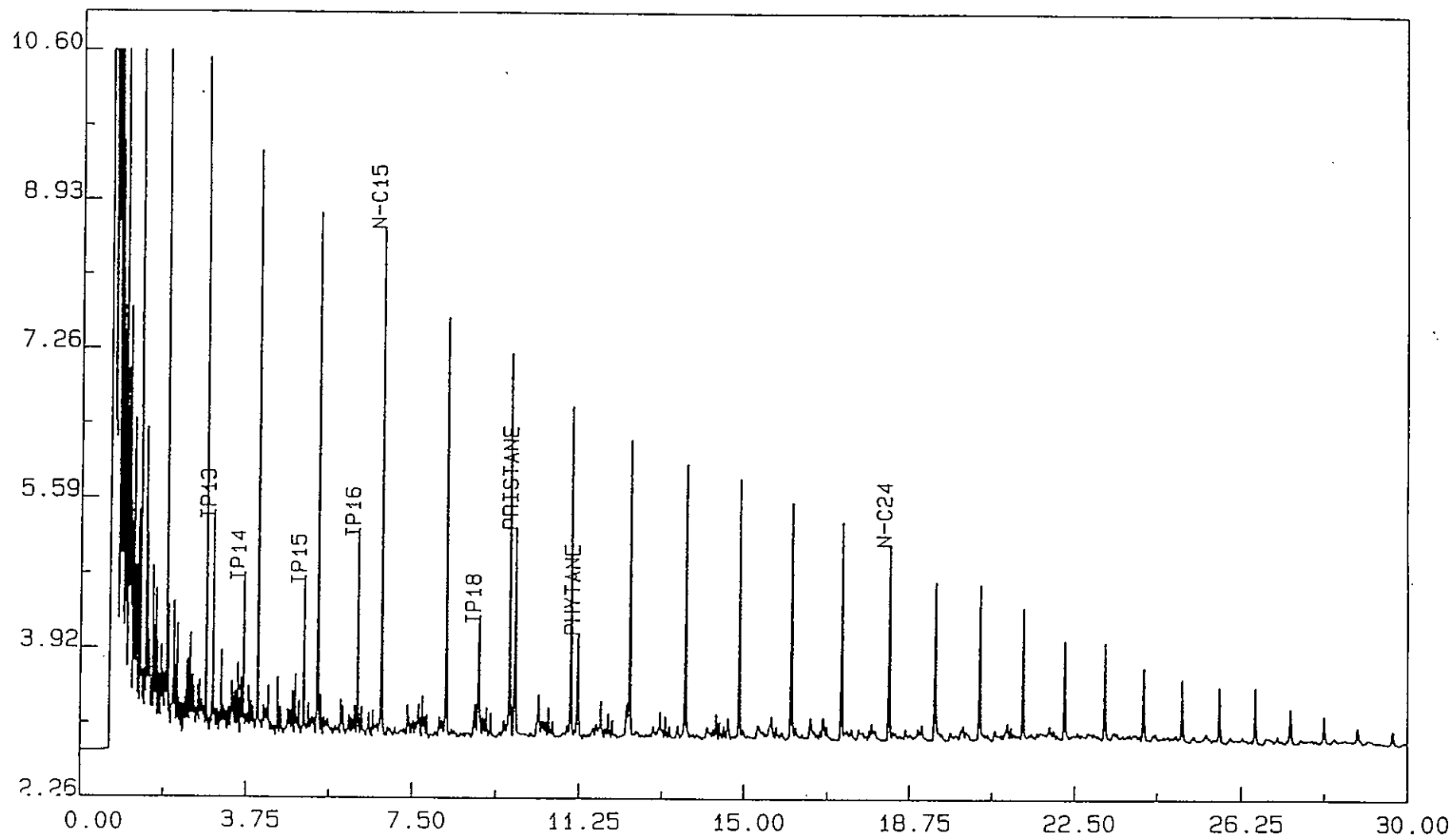


Figure 3
MERRION OIL & GAS CORPORATION
MENELEE & GALLUP CRUDE OILS
NORMAL PARAFFIN DISTRIBUTION

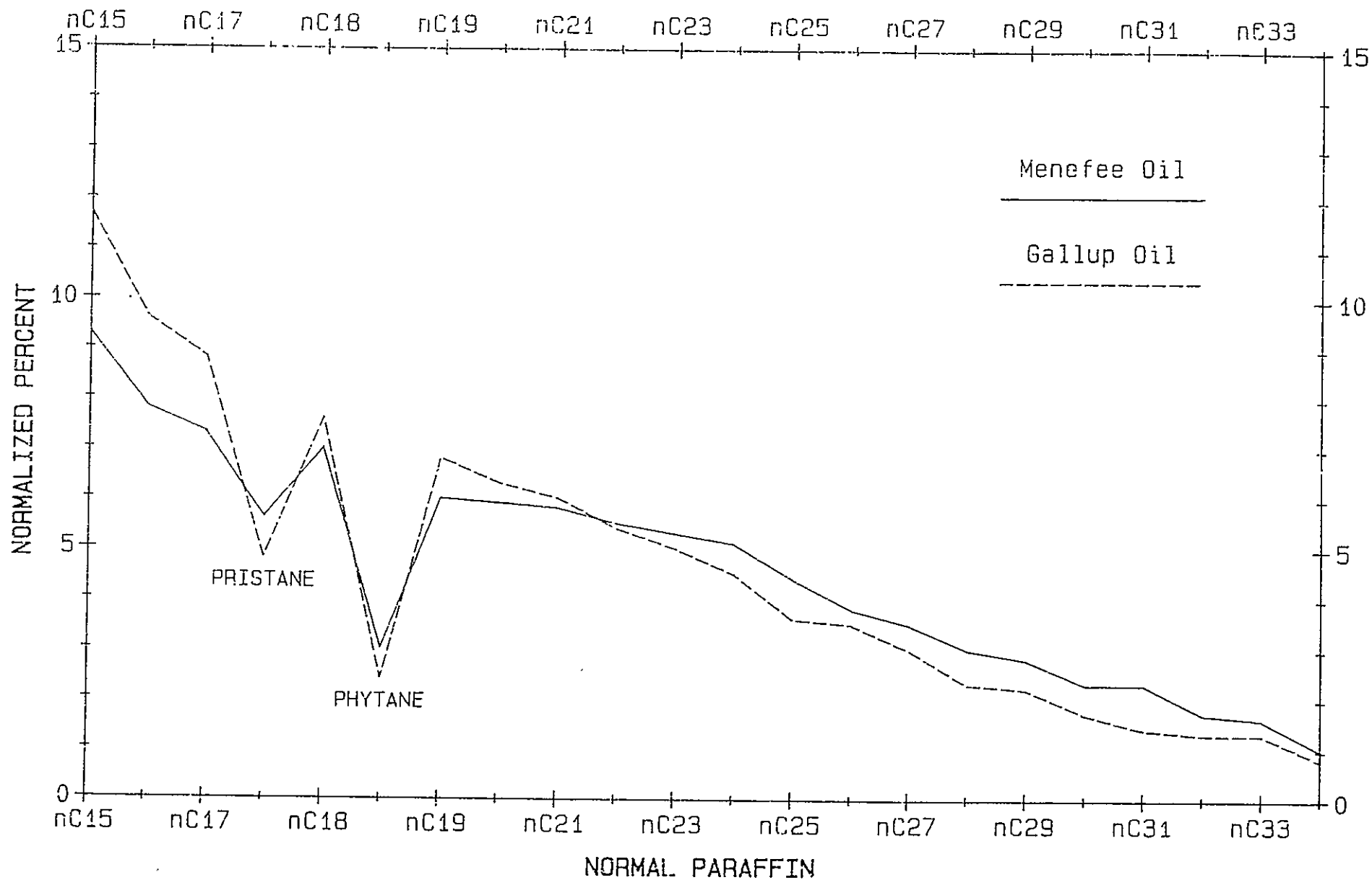


Figure 4
MERRION OIL & GAS CORPORATION
MENEFEE & GALLUP CRUDE OILS
ISOPRENOID HYDROCARBON DISTRIBUTION

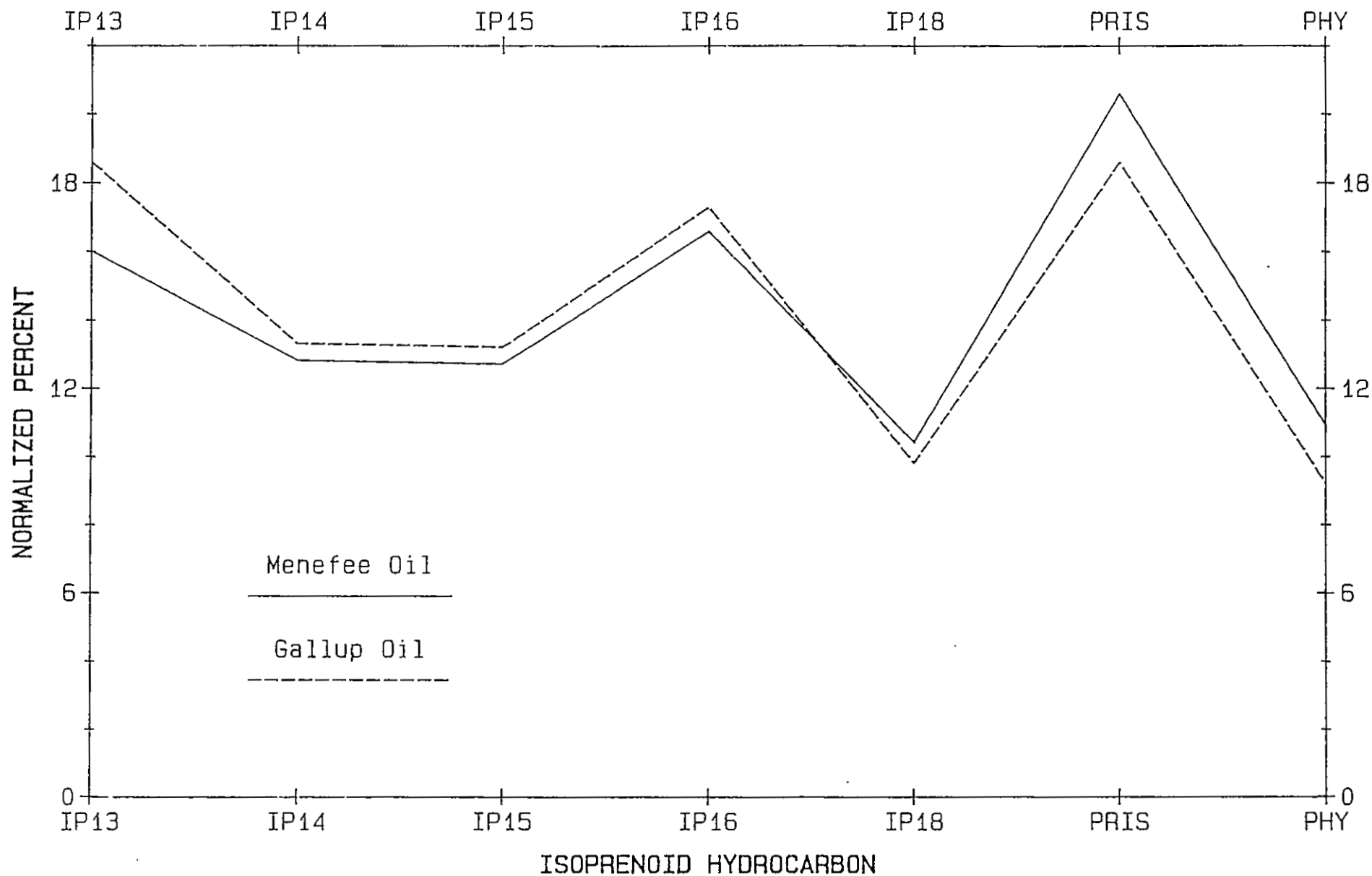


Table 1
 Normalized Percent Distribution
 Normal Paraffins & Isoprenoids

Sample Number

	GALLUP	MENEFEE
nC15	11.7	9.3
nC16	9.6	7.8
nC17	8.8	7.3
Pristane	4.8	5.6
nC18	7.6	7.0
Phytane	2.4	3.0
nC19	6.8	6.0
nC20	6.3	5.9
nC21	6.0	5.8
nC22	5.4	5.5
nC23	5.0	5.3
nC24	4.5	5.1
nC25	3.6	4.4
nC26	3.5	3.8
nC27	3.0	3.5
nC28	2.3	3.0
nC29	2.2	2.8
nC30	1.7	2.3
nC31	1.4	2.3
nC32	1.3	1.7
nC33	1.3	1.6
nC34	0.8	1.0
CPI	1.03	1.08

Isoprenoids

Ip13	18.6	16.0
Ip14	13.3	12.8
Ip15	13.2	12.7
Ip16	17.3	16.6
Ip18	9.8	10.4
Pristane	18.6	20.6
Phytane	9.2	10.9
Pris/Phy	2.00	1.89
nC17/Pris	1.83	1.30
nC18/Phy	3.15	2.34

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK

DRILL ☒

DEEPEN ☐

PLUG BACK ☐

b. TYPE OF WELL

OIL WELL ☒

GAS WELL ☐

OTHER ☐

SINGLE ZONE ☒

MULTIPLE ZONE ☐

2. NAME OF OPERATOR

Merrion Oil & Gas Corporation

3. ADDRESS OF OPERATOR

P. O. Box 1017, Farmington, New Mexico 87499

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface

660' FNL and 1980' FEL

At proposed prod. zone

Same

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE

3 miles SW of Ojo Encino

10. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig. unit line, if any)

18. DISTANCE FROM PROPOSED LOCATION*

TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT.

2-1/2 mi.

16. NO. OF ACRES IN LEASE

660' FNL and 1980' FEL

660' FNL and 1980' FEL

660' FNL and 1980' FEL

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660' FNL and 1980' FEL

6. LEASE DESIGNATION AND SERIAL NO.

NM 24964

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Pot Mesa

9. WELL NO.

1

10. FIELD AND POOL, OR WILDCAT

WC Gallup

11. SEC., T., R. M., OR BLK.
AND SURVEY OR AREA

Sec. 10, T20N, R6W

12. COUNTY OR PARISH

McKinley

New Mexico

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

6891' GL

DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS"

PROPOSED CASING AND CEMENTING PROGRAM

22. APPROX. DATE WORK WILL START*

Summer/1985

This action is subject to administrative
appeal pursuant to 30 CFR 290.

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12-1/4"	9-5/8"	32 #/ft, J-55	100 ft.	50 sx (59 cu. ft.)
8-3/4"	7"	23 #/ft., J-55	3950 ft.	350 sx
6-1/4"	4-1/2"	10.5 #/ft., J-55	4430 ft.	See Att

Will drill 12-1/4" hole to 100 ft. and set 100 ft. of 9-5/8", 32 #/ft surface casing with 50 sx Class B, 2% CaCl2. Wait on cement 10 hours. Nipple up BOPs, pressure test to 600 PSI. Drill 8-3/4" hole to 3950 ft. with fresh water, gel, starch, low solids, non-dispersed mud. If deemed necessary, will run open hole logs. Will set 7", 23 #/ft J-55 casing @ 3950' with 250 sx Class B 2% D-79 (515 cu. ft.) followed by 100 sx Class H 2% gel (122 cu. ft.) estimated top @ surface. Wait on cement, drill out shoe with 6-1/4" bit with water. Dry up hole and air drill 6-1/4" hole to 4430 ft. Run open hole logs Set 4-1/2" liner from 4430 ft. to 3900' with 75 sx Class H 2% gel. (92 cu. ft.). Perforate and stimulate as necessary to test Gallup Pressure control will be double ram BOPs with minimum pressure rating of 2000 PSI. A rotating head will be used during air drilling operations.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.

SIGNED

TITLE

Operations Manager

DATE

4/9/85

(This space for Federal or State office use)

PERMIT NO.

APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

TITLE

OIL CON. DIV.
DIST. 3
NMOC

APPROVED
AS AMENDED

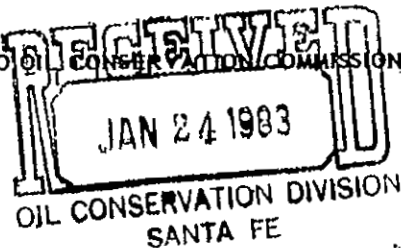
APR 24 1985

J. S. McKee
M. MILLENBACH
AREA MANAGER

*See Instructions On Reverse

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U.S.G.S.	
LAND OFFICE	
OPERATOR	

NEW MEXICO OIL CONSERVATION COMMISSION



30-039-23/39

Form C-171
Revised 1-1-65

5A. Indicate Type of Lease
STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
5. State Oil & Gas Lease No.
E 29137

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. Type of Work	7. Unit Agreement Name		
b. Type of Well DRILL <input checked="" type="checkbox"/> DEEPEN <input type="checkbox"/> PLUG BACK <input type="checkbox"/> OIL WELL <input checked="" type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER <input type="checkbox"/> SINGLE ZONE <input checked="" type="checkbox"/> MULTIPLE ZONE <input type="checkbox"/>	8. Farm or Lease Name Canyon Largo Unit		
2. Name of Operator Merrion Oil & Gas Corporation	9. Well No. 321		
3. Address of Operator P. O. Box 1017, Farmington, New Mexico 87499	10. Field and Pool, or Wildcat Devils Fork Gallup Ar		
4. Location of Well UNIT LETTER A LOCATED 790 FEET FROM THE North LINE AND 790 FEET FROM THE East LINE OF SEC. 32 TWP. 25N RGE. 6W NMPM	12. County Rio Arriba		
19. Proposed Depth 6375' KB	19A. Formation Gallup	20. Rotary or C.T. Rotary	
Elevations (Show whether DF, RT, etc.) 6788' GL	21A. Kind & Status Plug. Bond	21B. Drilling Contractor Bayless Drilling	22. Approx. Date Work will start Early 1983

23.

PROPOSED CASING AND CEMENT PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	SACKS OF CEMENT	EST. TOP
12-1/4"	8-5/8"	20 #/ft	200'	175 sx	
7-7/8"	4-1/2"	11.6 #/ft.	6375'	875 sx	

Propose to drill 12-1/4" hole to 200 ft., set 200 ft. of 8-5/8", 20 #/ft, new surface casing with 175 sx Class 'B' 2% CACL₂. Will drill 7-7/8" hole to TD and run open hole logs. If logs appear productive, will run 4-1/2", K-55, 10.5 #/ft. new casing to TD and 2 stage cement. 1st stage 175 sx Class 'H' 2% gel to cover Gallup. Stage tool below Point Lookout @ 5050' KB est. 2nd stage 600 sx Class 'B' w/2% D-79 followed by 100 sx Class 'H' 2% gel. Will bring cement above Ojo Alamo. Drilling mud will be low water loss gel, fresh water, starch. Will perforate and frac as necessary. Blow-out prevention equipment will be 10" 900 series double ram.

ESTIMATED TOPS

Ojo Alamo	1900'
Pictured Cliffs	2580'
Mesa Verde	4100'
Gallup	5951'

RECEIVED

JAN 13 1983

OIL CON. C.

DIST. 3

APPROVAL EXPIRES 7/13/83
UNLESS DRILLING IS COMMENCED.
NOTICE MUST BE SUBMITTED
WITHIN 10 DAYS.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM; IF PROPOSAL IS TO DEEPEN OR PLUG BACK, GIVE DATA ON PRESENT PRODUCTIVE ZONE AND PROPOSED NEW PRODUCTIVE ZONE. GIVE BLOWOUT PREVENTER PROGRAM, IF ANY.

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

Signed Alan S. [Signature] Title Operations Manager Date 1/4/83

(This space for State Use)

SUPERVISOR DISTRICT # 3

JAN 13 1983

APPROVED BY [Signature] TITLE _____ DATE _____

CONDITIONS OF APPROVAL, IF ANY:



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

February 24, 1988

Mr. Doug Endsley
Merrion Oil and Gas Company
P. O. Box 840
Farmington, New Mexico 87499

RE: New Mexico Hydrocarbon Source Rock Data Base Geochemical
Reports

Dear Mr. Endsley:

As we discussed on the phone today, I am enclosing a waiver of confidentiality for you to sign. This waiver will apply to the Core Lab and Geochem Lab reports for the Merrion Pot Mesa No. 1, CLU No. 321, and Arena Blanca Wells.

Thank you very much for your contribution to the Source Rock Data Base. If you have any questions concerning the waiver, please contact Roy Johnson or me at this office.

Sincerely,

A handwritten signature in cursive script, appearing to read "Jami Bailey".

Jami Bailey
Geologist

JB:sl

cc: Roy Johnson

RECEIVED
MAR - 2 1988

WAIVER OF CONFIDENTIALITY

I hereby release the information contained in the Core Laboratories, Inc. and the Geochem Laboratories, Inc. reports on the Merriam Pot Mesa No. 1, CLU No. 321, and Arena Blanca No. 1 Wells. I understand that the information in the reports will be incorporated in the New Mexico Bureau of Mines open file system.

Signed: *Roger M. Murre*

Title: PRESIDENT

Date: 2/29/88