Office	ate of New Me		Form C-103
<u>District I</u> – (575) 393-6161 Energy, Mi	trict I - (575) 393-6161Energy, Minerals and Natural Resources5 N. French Dr., Hobbs, NM 88240trict II - (575) 748-1283S. First St., Artesia, NM 88210OIL CONSERVATION DIVISION		Revised July 18, 2013 WELL API NO.
District II - (575) 748-1283			30-039-08089
orr b. rinst bt., Artesia, run 00210			5. Indicate Type of Lease
1000 Rio Brazos Rd., Aztec, NM 87410 17220 South St. 174mlois D1. District IV – (505) 476-3460 Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505		STATE FEE 6. State Oil & Gas Lease No.	
		E-291-5	
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			7. Lease Name or Unit Agreement Name
PROPOSALS.)			Atlantic 8. Well Number
1. Type of Well: Oil Well Gas Well Other			#1
2. Name of Operator Merrion Oil & Gas Corporation			9. OGRID Number 14634
3. Address of Operator		10. Pool name or Wildcat	
610 Reilly Ave Farmington, NM 87401		Otero Chacra/S. Blanco PC	
4. Well Location			
Unit LetterO:790feet from the			
Section 32 Township 26N		6W NM	
11. Elevation (S	how whether DF 62	R, <i>RKB</i> , <i>RT</i> , <i>GR</i> , etc	c.)
12. Check Appropriate Box	x to Indicate N	Nature of Notice	, Report or Other Data
NOTICE OF INTENTION TO: SUBS			
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. P AND A			
PULL OR ALTER CASING MULTIPLE COM	MPL	CASING/CEMEN	NT JOB
CLOSED-LOOP SYSTEM		OTHER:	
13. Describe proposed or completed operations.	(Clearly state all		nd give pertinent dates, including estimated date
of starting any proposed work). SEE RULE 1	19.15.7.14 NMA	C. For Multiple Co	ompletions: Attach wellbore diagram of
proposed completion or recompletion.			
	0/01/0015 0		
Merrion Oil & Gas plugged the above mentioned well	on 8/21/2015. P	lease see attached p	blugging report.
Approved for plugging of wellbore only.			
Liability under bond is retained pending			
Receipt of C-103 (Subsequent Report of Well Plugging) which may be found @ OCD web	0	IL COME DALE	
page under forms		DIL CONS. DIV D	IST. 3
www.emnrd.state.us/ocd		SEP 2 5 201	5
		201	5
PHR ONLY			
Sand Data: 4/30/1966			
Spud Date: 4/30/1900	Rig Release D	Date:	
I hereby certify that the information above is true and o	complete to the h	best of my knowled	ge and belief.
M , 7			Pe min contra
SIGNATURE Muluma lamper		ulatory Compliance	e SpecialistDATE9/23/2015
Type or print namePhilana Thompson E-mai For State Use Only	-		
ADDROVED BY BANK Kelli	DEPUT	YOIL& GA	S INSPECTOR JO-14-15
APPROVED BY: <u>Define</u> () 400 Conditions of Approval (if any):	TITLE	DISTRICT	#3 DATE /0-//-/.
constitutes of reprover (it any).	1-V		

A-PLUS WELL SERVICE, INC.

P.O. BOX 1979 Farmington, New Mexico 87499 505-325-2627 *fax: 505-325-1211

Merrion O&G Corporation Atlantic #1

August 21, 2015 Page 1 of 2

790' FSL and 1470' FEL, Section 32, T-26-N, R-6-W San Juan County, NM Lease Number: E-291-5 API #30-039-08089

Plug and Abandonment Report Notified NMOCD and BLM on 8/15/15

Plug and Abandonment Summary:

- Plug #1 with 24 sxs (28.32 cf) Class B cement from 3138' to 2827' to cover the Chacra and Packer tops. Tag TOC at 2916'.
- Plug #2 with CR at 2287' spot 24 sxs (28.32 cf) Class B cement from 2287' to 1976' to cover the Pictured Cliffs perforations and Fruitland Coal tops. Tag TOC at 2002'.
- Plug #3 with squeeze holes at 1908' and CR at 1851' spot 88 sxs (103.84 cf) Class B cement from 1908' to 1527' with 5 sxs under, 25 sxs above and 58 sxs outside.
- Plug #4 with squeeze holes at 667' and CR at 617' spot 30 sxs (35.4 cf) Class B cement inside casing from 667' to 513' with 4 sxs under, 8 sxs above and 18 sxs outside to cover the Nacimiento top.
- Plug #5 with squeeze holes at 170' spot 60 sxs (70.8 cf) Class B cement inside casing from 170' to surface. Tag TOC at 24'.
- Plug #6 with 30 sxs Class B cement top off casings and install P&A marker with coordinates N 36.4374567422° / W -107.4867793727°.

Plugging Work Details:

- 8/17/15 Rode rig and equipment to location. Spot in and RU. Check well pressures: tubing 0 PSI and casing 50 PSI, bradenhead TSTM. PU on rods. LD polish rods, 4-3/4" pony, 94 ³/₄" rods and the pump. ND wellhead. Strip on 8-5/8" companion flange. NU BOP and function test. PU on tubing and remove the tubing hanger. SI well. SDFD.
- 8/18/15 Check well pressures: 2-3/8" tubing 90 PSI, 4-1/2" casing 90 PSI and bradenhead 0 PSI. RU relief lines. LD 2-3/8" tubing jnts from well: SN, MA total 111 jnts. Tally and PU A-Plus 4-1/2" string mill. TIH and tag packer at 3138'. PU 4' tag sub TIH with 99 jnts and 20' subs. RU pump to tubing. Pump 100 bbls of fresh water, no circulation. Tag fluid level at 1448'. Spot plug #1 with calculated TOC at 2827'. SI well. SDFD.
- 8/19/15 Open up well; no pressures. RU relief lines. Tag TOC at 2916'. PU 4-1/2" DHS CR and set at 2287'. Pressure test tubing to 1000 PSI, OK. Establish circulation. Attempt to pressure test casing to 800 PSI, lost 80 PSI in 15 minutes, no test. Spot plug #2 with calculated TOC at 1976'. SI well. WOC overnight. SDFD.
- 8/20/15 Open up well; no pressures. RU relief lines. RU A-Plus wireline. Tag TOC at 2002'. Perforate 3 HSC squeeze holes at 1908'. Establish rate of 3 bpm at 1250 PSI. PU 4-1/2" DHS CR and set at 1851'. Establish circulation. Pressure test casing to 800 PSI, OK. Spot plug #3 with calculated TOC at 1527'. RU A-Plus wireline. Perforate 3 HSC squeeze holes at 667'. Establish rate of 3.5 bpm at 750 PSI. PU 4-1/2" DHS CR and set at 617'. Establish circulation. Spot plug #4 with calculated TOC at 513'. Perforate 3 HSC squeeze holes at 170'. Establish circulation. Spot plug #5 with TOC at surface. SI well. SDFD.

A-PLUS WELL SERVICE, INC.

P.O. BOX 1979 Farmington, New Mexico 87499 505-325-2627 *fax: 505-325-1211

Merrion O&G Corporation Paul Palmer #1

August 14, 2015 Page 2 of 2

Plugging Work Details (continued):

8/21/15 Open up well; no pressures. Tag TOC at 24'. ND BOP. Dig out wellhead. Perform Hot Work Permit. Cut off wellhead. Found cement down 5' on backside. Spot plug #6 Class B cement top off casings and install P&A marker with coordinates N 36.4374567422° / W -107.4867793727°. RD and MOL.

Shacie Murray, Merrion O&G representative, was on location. Paul Weibe, NMOCD representative, was on location.