Distribution: O+4 (BLM); 1-Accounting; 1-Land; 1-File FORM APPROVED UNITED STATES Form 3160-5 Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR (June 1990) Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT--" for such proposals 7. 'If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE Type of Well Gas X Well Well Well Name and No. Pot Mesa No. 1 Name of Operator 9. API Well No. Merrion Oil & Gas Corporation (14634)30-031-20882 Address and Telephone No 10. Field and Pool, or Exploratory Area (505) 327-9801 610 Reilly Avenue, Farmington, NM 87401-2634 Pot Mesa Mesaverde Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 660' fnl & 1980' fel (nw ne) McKinley County, Section 10, T20N, R6W **New Mexico** CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Abandonment Notice of Intent New Construction Recompletion Non-Routine Fracturing Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Dispose Water Other (Note: Report results of multiple completion on Completion or Recompletion Report and Log form.) Describe Proposed or completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\* Merrion Oil & Gas proposes to plug and abandon the subject well according to the attached procedure. We are continuing study on the development of a productive Fruitland sand or coal in the area. If logs indicate that this formation will not produce hydrocarbons in paying quantities, we request that the Fruitland plug be deleted. I hereby pertify that the foregoing is true and correct 9/19/00 Title Engineer Date Signed Connie S. Dinning (This space for Federal or State office use) 10/5/00 Approved By Conditions of approval, if any: Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements

or representations as to any matter within its jurisdiction.

## PLUG & ABANDONMENT PROCEDURE

9/18/00

#### Pot Mesa #1

WC Mesaverde 660' FNL and 1980' FEL, Section 10, T-20-N, R-6-W McKinley Co., New Mexico

Note: All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures.

- 1. Install and test location rig anchors. Prepare blow pit. Comply with all NMOCD, BLM, and Merrion safety regulations. MOL and RU daylight pulling unit. NU relief line. Blow down well and kill with water as necessary.
- 2. If present, LD rods and pump; most likely will have to hot oil tubing. TOH and tally 2-3/8" tubing (86 joints, total 2548'); visually inspect the tubing, if necessary LD tubing and PU workstring. Round-trip 4-1/2" gauge ring or casing scraper to 2148'.
- 3. Plug #1 (Menefee interval, 2148' 2040'): Set a 4-1/2" CIBP at 2148'. TIH with open ended tubing workstring and tag CIBP. Load casing with water and circulate clean. Pressure test casing to 500#, if casing does not test then spot or tag subsequent plugs as appropriate. Mix 12 sacks cement and spot above the CIBP to isolate the Menefee perforations. PUH to 1476'.
- 4. Plug #2 (LaVentana top, 1476' 1376'): Mix 12 sxs cement and spot a balanced plug inside the casing to cover LaVentana top. TOH to 765'.
- 5. Plug #3 (Pictured Cliffs top, 765' 665"): Perforate 3 squeeze holes at 765'. Establish injection rate into squeeze holes. TIH with tubing to 765'. Mix 36 sxs cement and spot inside the casing, PUH out of cement and squeeze 24 sxs outside the casing and leave 12 sxs inside the casing to cover PC top. TOH and LD tubing.
- 6. Plug #4 (Fruitland, Kirtland, Ojo Alamo and Surface casing shoe, 510' Surface): Perforate 3 squeeze holes at 510'. Establish circulation out bradenhead valve. Mix and pump approximately 160 sxs cement down 4-1/2" casing, circulate good cement out bradenhead valve. Shut in well and WOC.
- 7. ND BOP and cut off casing below surface. Install P&A marker with cement to comply with regulations. RD, Move off location, cut off anchors and restore location.

## Pot Mesa #1

#### Current

WC Mesaverde
NE Section 10, T-20-N, R-6-W, McKinley County, NM

Today's Date: 9/18/00 Spud: 4/30/85

Completed: 5/30/85 Elevation: 6891' Gl

6900' KB

12-1/4" hole

Ojo Alamo @ 100'

Kirtland @ 290'

Fruitland @ 460'

Pictured Cliffs @ 715'

LaVentana @ 1426'

Menefee @ 2090'

8-5/8" 23# J-55 Casing set @ 93' Cmtd with 95 cf (Circulated to Surface)

### Well History

May '85: Complete well, middle perfs 2514'-2518'

**Jul '85**: Hot oil to pull rods; then perforate and swab test lower Menefee, 2748'-2754.

Oct '85: Hot oil to pull rods; frac lower Menefee, 2748'-2754'.

**Nov '85:** Hot oil to pull rods; then perforate additional zones in upper Menefee, foam frac.

Mar '91: Hot oil and rod job. May '93: Change out pump.

Feb '98: Shot fluid level at 1890'; tubing and casing have 150#; possible hole in tubing.

Top of cement @ 850' (TS)

2-3/8" Tubing set at 2548' (86 joints, SN 2514', with rods and pump)

Menefee Perforations: 2198' - 2754'

4-1/2" 10.5#, K-55 Casing set @ 3151' Cmt with 431 cf (250 sxs)

TD 3158'

6-3/4" hole

**PBTD 3109'** 

# Pot Mesa #1

# Proposed P&A

WC Mesaverde

NE Section 10, T-20-N, R-6-W, McKinley County, NM

Today's Date: 9/18/00 Spud: 4/30/85 Completed: 5/30/85 Elevation: 6891' GI 6900' KB

Ojo Alamo @ 100'

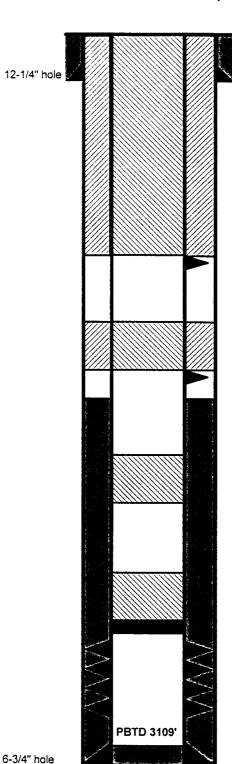
Kirtland @ 290'

Fruitland @ 460'

Pictured Cliffs @ 715'

LaVentana @ 1426'

Menefee @ 2090'



TD 3158'

8-5/8" 23# J-55 Casing set @ 93' Cmtd with 95 cf (Circulated to Surface)

Plug #4 510' - Surface Cmt with 160 sxs Class B

Perforate @ 510'

Plug #3 765' - 665' Cmt with 36 sxs Class B, 24 sxs outside casing and 12 sxs inside.

Perforate @ 765'

Top of cement @ 850' (TS)

Plug #2 1476' - 1376' Cmt with 12 sxs Class B

Plug #1 2148' - 2040' Cmt with 12 sxs Class B

Set CIBP @ 2148'

Menefee Perforations: 2198' - 2754'

4-1/2" 10.5#, K-55 Casing set @ 3151' Cmt with 431 cf (250 sxs)