Distribution: O+4 (BLM); 1-Accounting; 1-Crystal; 1-File **UNITED STATES** Form 3160-5 FORM APPROVED (June 1990) DEPARTMENT OF THE INTERIOR Budget Bureau No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires: March 31, 1993 Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS: COME SF-078877 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 SUBMIT IN TRIPLICATE If Unit or CA, Agreement Designation Type of Well Oil Gas X Well Well Name and No. Canyon Largo Unit 127 Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No. 30-039-05587 610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Devils Fork Gallup MV 1750' fnl & 890' fwl 11. County or Parish, State E Section 8, T24N, R6W Rio Arriba County, New Mexico CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMIS TYPE OF AICTION Notice of Inte Abandonment Change of Plans Recompletion New Construction Subsequent Reso: Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandon Altering Casing Conversion to Injection Other Dispose Water (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 Corporation Plugged & Abandoned the above referenced well as follows: RU, ND WH, NU BOP. Blow down - csg 200 psi, tbg 0 psi. Csg blew about 40 bbls oil in metal pit, pumped 65 9/19/97 bbls down tbg. POH with 50 stands 2-3/8", well started blowing. Pumped 20 bbls water down tbg. POH with 22 stands, total 72 stands, 3' perfd sub, 1" SN & 22' mud anchor. SI well. TIH with 145 jts of 2-3/8" to 4583'. Pump 6 bbls water to establish rate 3 BPM. Pump Plug #1 with 20 sxs 2% 9/22/97 CaCl, good cement. LD 9 jts to 4299'. Stand back 15 stands. WOC. TIH with 15 stands, tag cement at 4324' on the 138th joint. Circulate 15 bbls to get clean returns. Pressure tested to 400#, did not hold. Attempted to pressure test again, would not pressure up - pump about 25 bbls, 3 BPM. POH with 68 stands and 1 single. \*\*\* CONTINUED OTHER SIDE \*\*\* I hereby certify that the foregoing is true and correct Connie Dinning Signed Title Contract Engineer 9/25/97 Date (This space for Federal or State office use) /S/ Duane W. Spensor Approved By SEP 29 1997 Title Conditions of approval, if any:

setting tool, pulled 1889.61' of tubing. Note: Notified BLM at 8:30 AM 9/23/97. Marlan Deaton on hole. Wait on water. Pump Plug #3 with 30 sxs, spot from 2394 to 2016'. LD 16 joints 30 stands, remove retainer, TOC @ 3668'. Pull and LD 45 joints with 76 joints in hole at 2396'. Pump 40 bbls water load BPM. Pump Plug #2 with 58 sxs neat cement, displaced with 46 sxs below retainer, 12 sxs on top of tubing to 1500# - OK. Load tubing and break down perfs I BPM at 1500 psi, dropped to 1200# at 1-1/2 Perforated at 3863' with 3 hole 1-11/16" charges. PU 4-1/2" CICR, TIH with 121 joints to 3818', test

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and cut off, cement at 4' down in 8-5/8", 12' down in 4-1/2". Pump dry hole marker with 32 sxs. RD and bradenhead. Pump Plug #5, mix 177 sxs, got 1 bbl good cement. ND floor and BOP. Dig wellhead out joints (1889') with setting tool. Perforated at 484' with 3 shots. Pump 30 bbls, got circulation out Duane Spencer). Sting out of retainer, pump Plug #4 with 20 sxs, good cement, TOC @ 1630'. LD 60 times up to 2000#, could not pump (BLM okayed to pump 20 sxs on top of retainer by Marlan Deaton and 500 psi - held good. Attempted to establish rate, pump about 3 bbls, pressured up to 1500#, tried 2 more 1930' with 3 shot 1-11/16". TIH with 4-1/2" CICR set @ 1889'. Pull out of retainer, tested casing to Open well 0 psi. TIH, tag plug #3 at 2057' with 65 joints and 10'. POOH with 30 stands. Perforate at