

MERRION OIL & GAS CORPORATION

610 REILLY AVE. • P. O. BOX 840
FARMINGTON, NEW MEXICO 87499

July 17, 1991

NMOCD
Attn: Mr. Frank Chavez
1000 Rio Brazos
Aztec, NM 87410

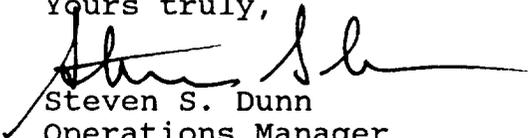
Dear Frank:

Attached are Completion and Well History reports for the Santa Fe 20 #5.

The well was originally drilled as an Entrada test. However, the Entrada was dry and pipe was subsequently set to test the Gallup and Mesaverde intervals. Both of these zones tested water with uneconomic quantities of hydrocarbons.

The wellbore is presently shut-in and temporarily abandoned. We plan to convert the well for use as a produced water disposal well and, therefore, do not plan to do further work until the necessary permits are received.

Yours truly,


Steven S. Dunn
Operations Manager

SSD/lls

cc: Well File

Enclosure

RECEIVED
JUL 19 1991
OIL CON. DIV.
DIST. 3