

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

LEASE TERMINATION AND SERIAL NO

SF 079679

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

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—" for such proposals.)

OIL WELL ☒ GAS WELL ☐ OTHER ☐

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.
See also space 17 below.)
At surface

2350' FSL and 990' FEL

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME

Delhi Taylor

9. WELL NO.

5E

10. FIELD AND POOL, OR WILDCAT

Basin Dakota

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

Sec. 17, T26N, R11W

14. PERMIT NO.

15. ELEVATIONS (Show whether OF, RT, GL, ETC.)

6202' GL

BUREAU OF LAND MANAGEMENT
FARMINGTON RESOURCE AREA

12. COUNTY OR PARISH 13. STATE

San Juan

New Mex.

16. Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

TEST WATER SHUT-OFF

FRACTURE TREAT

SHOOT OR ACIDIZE

REPAIR WELL

(Other)

PULL OR ALTER CASING

MULTIPLE COMPLETE

ABANDON*

CHANGE PLANE

SUBSEQUENT REPORT OF:

WATER SHUT-OFF

FRACTURE TREATMENT

SHOOTING OR ACIDIZING

(Other)

See attached

REPAIRING WELL

ALTERING CASING

ABANDONMENT*

(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

17. 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.)

See attached: Approval from Tenneco to plug Dakota Formation.

RECEIVED
DEC 28 1984
OIL CON. DIV.
DIST. 3

18. I hereby certify that the foregoing is true and correct

SIGNED

TITLE Operations Manager

ACCEPTED FOR RECORD

(This space for Federal or State office use)

APPROVED BY

TITLE

DATE DEC 28 1984

CONDITIONS OF APPROVAL, IF ANY:

FARMINGTON RESOURCE AREA

*See Instructions on Reverse Side

NMOCC

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.

Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249

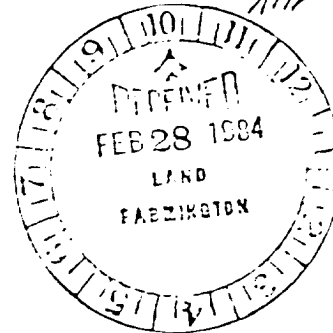
Englewood, Colorado 80155
(303) 742-4600

Divisions Address:
1162 South Willow Drive
Englewood, Colorado

February 23, 1984

El Paso Natural Gas Company
P.O. Box 990
Farmington, NM 87401

Attn: David Poage



RE: USA SF-079679

Township 26 North, Range 11 West
Section 17: All
San Juan County, NM

Gentlemen:

Tenneco Oil Company has requested the Operator of the Gallup formation of the above referenced Oil and Gas Lease to plug back the Delhi-Taylor 5 E Dakota well (Township 26 North, Range 11 West, Section 17, 2,350' FSL, 990' FEL) and the Delhi-Taylor 6 E Dakota well (Township 26 North, Range 11 West, Section 17, 990' FNL, 1,550' FWL) to the Gallup formation.

Our evaluation of these wells confirms that the Dakota formation has been depleted to the point where it is no longer economically feasible to continue operations. We therefore request that El Paso concur with this evaluation, and elect to allow the Operator to plug and abandon the Dakota formation (the B.L.M. has rejected our request for temporary abandonment), and agree to accept salvage value as to your proportionate share of said wells.

Please indicate your acceptance of this request by executing and returning one copy of this letter.

Sincerely,

TENNECO OIL COMPANY

Harry F. Huff

Division Production Manager

HFH/CJE/lh

AGREED TO AND ACCEPTED THIS 22nd DAY OF May, 1984.

EL PASO NATURAL GAS COMPANY

BY: [Signature]