Distribution: O+4 (BLM); 1-Accounting; 1- Land; 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 NM-5980 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 X Other Well Well SWD Well Name and No. Name of Operator Federal 21 No. 3 Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No. 30-031-20524 610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-980 10. Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) SWD, Gallup 930' fsl & 520' fwl (sw sw) 11. County or Parish, State Section 21, T20N, R5W McKinley County, **New Mexico** CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION X Notice of Intent X Abandonment Change of Plans Recompletion New Construction Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice 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 and Gas proposes to plug and abandon the subject wellbore as per the attached detailed procedure. I hereby certify that the foregoing is true Signed Title Contract Engineer Connie S. Dinning (This space for Federal or State-office use) 11/30 /99 Approved By Title 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.

### Federal 21 #3

Ojo Encino SWD Well 930' FSL and 520' FWL, Section 21, T-20-N, R-5-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. Conduct safety meeting for all personnel on location. NU relief line and blow down well; kill with water as necessary. ND wellhead and NU BOP. Test BOP.
- PU on tubing and release Baker Model N packer. TOH 117 or 115 joints 2-7/8" plastic lined tubing; LD packer. Visually inspect tubing, if necessary LD and PU workstring.
- 3. Plug #1 (Gallup perforations and top, 3590' 3476'):

**Plan A:** Set 5-1/2" wireline CIBP at 3590'. TIH with open ended tubing 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 plug as appropriate. Mix 19 sxs Class B cement and spot a balanced plug above CIBP to isolate Gallup perforations. PUH.

**Plan B:** If the tubing has a strong water flow or the packer will not release, then pump 20 bbls water down the tubing, monitor the casing for communication. If there is not a tubing leak, then mix 90 sxs Class B Cement and pump down the 2-7/8" tubing to fill the Gallup perforations, (wash up pump and lines) and then displace down to 3400' in the tubing. Shut in and WOC. RU wireline truck. RIH with 2-7/8" gauge ring and tag cement. Jet cut or back off the tubing at 3350' or above the cement. TOH and inspect the tubing. TIH and spot a cement plug to cover the tubing stub.

- 4. Plug #2 (Mesaverde top, 2762' 2662'): PUH to 2762'. Mix 17 sxs Class B cement and spot a balanced plug inside casing to cover Mesaverde top. PUH to 1252'.
- 5. Plug #3 (La Ventana top, 1252' 1152'): Mix 17 sxs Class B cement and spot a balanced plug inside casing to cover La Ventana interval. PUH to 254'.
- 6. Plug #4 (9-5/8" Casing Shoe, 254' Surface): Pressure test the bradenhead to 300#. If BH holds pressure, then mix approximately 30 sxs Class B cement and pump down the tubing to spot a balanced plug inside casing to cover casing shoe, circulate good cement out the casing valve. TOH and LD tubing. If BH does not hold pressure, then perforate 2 squeeze holes at 254' and attempt to circulate out the bradenhead valve. Cement to surface.
- 7. BOP and cut off wellhead below surface casing. Install P&A marker to comply with regulations. RD, MOL, cut off anchors, and restore location.

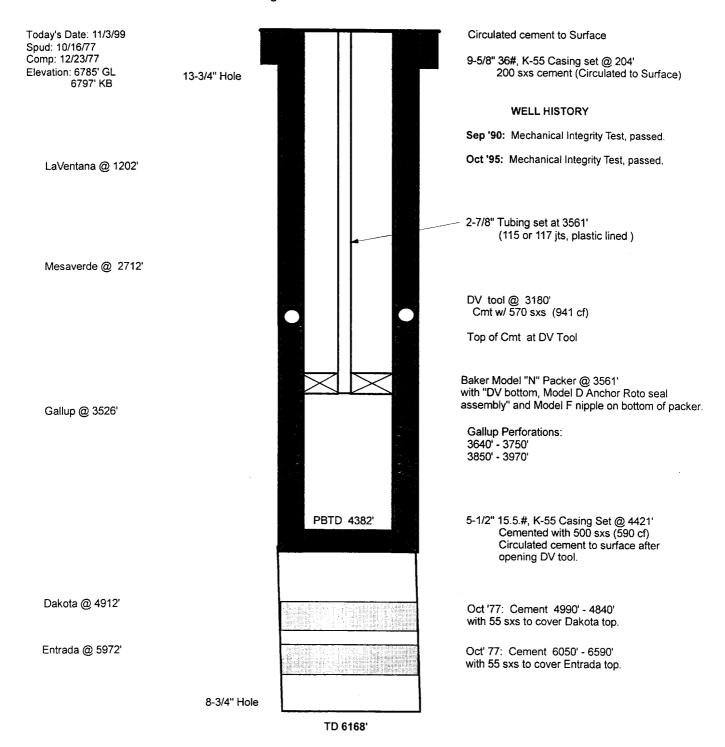
# Federal 21 #3

### Current

### Ojo Encino SWD Well

### SW, Section 21, T-20-N, R-5-W, McKinley County, NM

Longitude / Latitude:



# Federal 21 #3

## Proposed P&A

### Ojo Encino SWD Well

# SW, Section 21, T-20-N, R-5-W, McKinley County, NM

### Longitude / Latitude:

Circulated cement to Surface Today's Date: 11/3/99 Spud: 10/16/77 Comp: 12/23/77 9-5/8" 36#, K-55 Casing set @ 204' Elevation: 6785' GL 200 sxs cement (Circulated to Surface) 13-3/4" Hole 6797' KB Plug #4 254' - Surface Cmt with 30 sxs Class B Plug #3 1252' - 1152' Cmt with 17 sxs Class B LaVentana @ 1202' Plug #2 2762' - 2662' Mesaverde @ 2712' Cmt with 17 sxs Class B DV tool @ 3180' Cmt w/ 570 sxs (941 cf) Top of Cmt at DV Tool Plug #1 3590' - 3476' Cmt with 19 sxs Class B Set CIBP @ 3590' Gallup @ 3526' Gallup Perforations: 3640' - 3750' 3850' - 3970' 5-1/2" 15.5.#, K-55 Casing Set @ 4421' Cemented with 500 sxs (590 cf) PBTD 4382' Circulated cement to surface after opening DV tool. Dakota @ 4912' Oct '77: Cement 4990' - 4840' with 55 sxs to cover Dakota top. Entrada @ 5972' Oct' 77: Cement 6050' - 6590' with 55 sxs to cover Entrada top. 8-3/4" Hole TD 6168'