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 NOO-C-14-20-4407 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 XOther Well Well Well Name and No. Name of Operator Noo Navajo #2 Merrion Oil & Gas Corporation (14634)API Well No. Address and Telephone No. 30-031-20527 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) Franciscan Lakes MV 330' fnl & 1750' fel 11. County or Parish, State Section 13, T20N, R6W (NWNE) McKinley County, New Mexico CHECK APPROPRIATE BOX (s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION 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 & Gas proposes to plug and abandon the subject wellbore according to the attached procedure. Off CONL DAY I hereby certify that the foregoing is true and correct Title Contract Engineer 4/30/98 Signed Date Connie S. Dinning (This space for Federal or State office use) 1 2 1998 Approved By Title Date 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

NACCO

Merrion Oil & Gas Corporation

Plug & Abandon Procedure

April 28, 1998

Well:

Noo Navajo #2

Field:

Franciscan Lakes

Mesa Verde

Location:

330' fni & 1,750' fel (nw ne)

Elevation:

6,718' GR

Sec. 13, T20N, R6W, NMPM

6,731' KB

McKinley County, New Mexico

By:

Connie Dinning

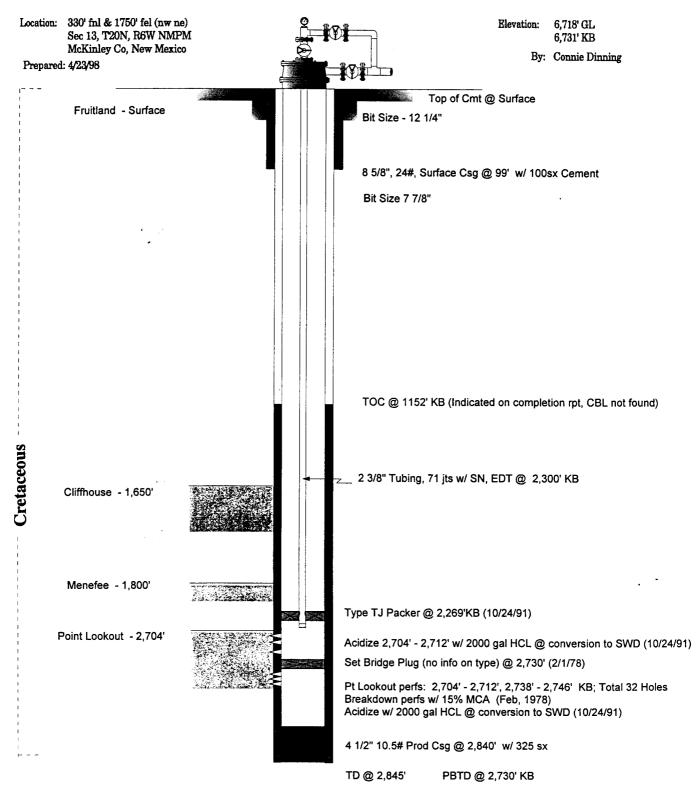
Note: All cement volumes use 100% excess outside pipe and 50' excess inside pipe. The stabilizing wellbore fluid will be 8.33 ppg, sufficient to balance all exposed formation pressures.

- 1. Comply to all NMOCD, BLM and Merrion safety regulations.
- 2. RIH w/ cement retainer on 2 3/8" tubing. Load casing w/ water. Set retainer @ 2,654', (50' above top Pt. Lookout perf).
- 3. Plug #1 (Pt. Lookout perforations, 2,654' 2,730'): Mix 15 sx (18 cu. ft) Class B cement and squeeze Pt. Lookout perfs. Sting out of retainer and POH to 1,600'.
- 4. Plug #2 (Mesaverde top, 1,600' 1,700'): Mix 11 sx (13 cu. ft) Class B cement and spot a balanced plug inside casing to cover Mesaverde top. POH and WOC. RIH and tag cement. POH to 460'.
- 5. Plug #3 (Surface 99'): Perforate 2 squeeze holes @ 99'. Establish circulation out bradenhead valve. Mix and pump approximately 57 sx (67 cu. ft) cement down 4 1/2" casing, circulate good cement out bradenhead valve. Shut well in and WOC.
- 6. ND BOP and cut off casing below surface. Install P&A marker with cement to comply with regulations. RDMOL, cut off anchors and restore location.

Merrion Oil & Gas Corporation Wellbore Schematic

Noo Navajo No. 2

Current Wellbore Configuration



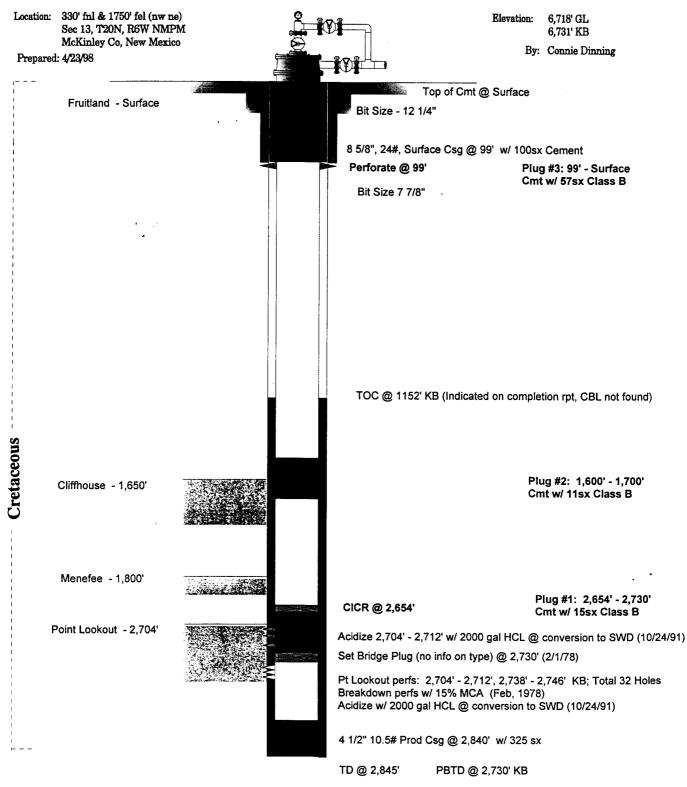
WELL DATA:

SPUD DATE: Dec. 30, 1977 COMPLETED: Feb. 6, 1978

Merrion Oil & Gas Corporation Wellbore Schematic

Noo Navajo No. 2

Proposed Plugged Wellbore Configuration



WELL DATA:

SPUD DATE: Dec. 30, 1977 COMPLETED: Feb. 6, 1978