Distribution: O+4 (BLM); 1-Accounting; 1-0	Crystal; 1-File	
Form 3160-5 (June 1990) DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS		FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No.
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT" for such proposals		SF078475 6. If Indian, Allottee or Tribe Name
SUBMIT IN TRIPLICATE		7. If Unit or CA, Agreement Designation
1. Type of Well Oil Gas X Well Well Other 2. Name of Operator Merrion Oil & Gas Corporation 3. Address and Telephone No. 610 Reilly Avenue, Farmington, NM 87401-2634 (505) 327-9801		8. Well Name and No. Stephenson #1 9. API Well No. 30-045-05416 10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1650' fnl & 1650' fel Section 17, T25N, R8W 12. CHECK APPROPRIATE BOX (s	s) TO INDICATE NATURE OF NOTICE, REP	Dufers Pt. Gallup/DK 11. County or Parish, State San Juan County, New Mexico
TYPE OF SUBMISSION	TYPE OF ACTION	ORT, OR OTHER DATA
X Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on
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.		
14. I hereby certify that the foregoing is true and correct	DECEIVED SEP 1 5 1957 OUL GOIN. DIV. DISSE. 3	27.527-4 Z.710:51
Signed Connie S. Dinning	Title Contract Engineer	Date 9/3/97
(This space for Federal or State office use) Approved By Sy Duane W. Spencer Conditions of approval, if any:	Title	Date SEP 1 1 1997

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.

Merrion Oil & Gas Corporation

Plug & Abandon Procedure

August 27, 1997

Well: Location: Stephenson No. 1

1650' fnl & 1650' fel (sw ne)

Field: Elevation: Dufers Pt Gallup/Dakota

Sec. 17, T25N, R8W, NMPM

6452' GR 6463' KB

San Juan County, New Mexico

By:

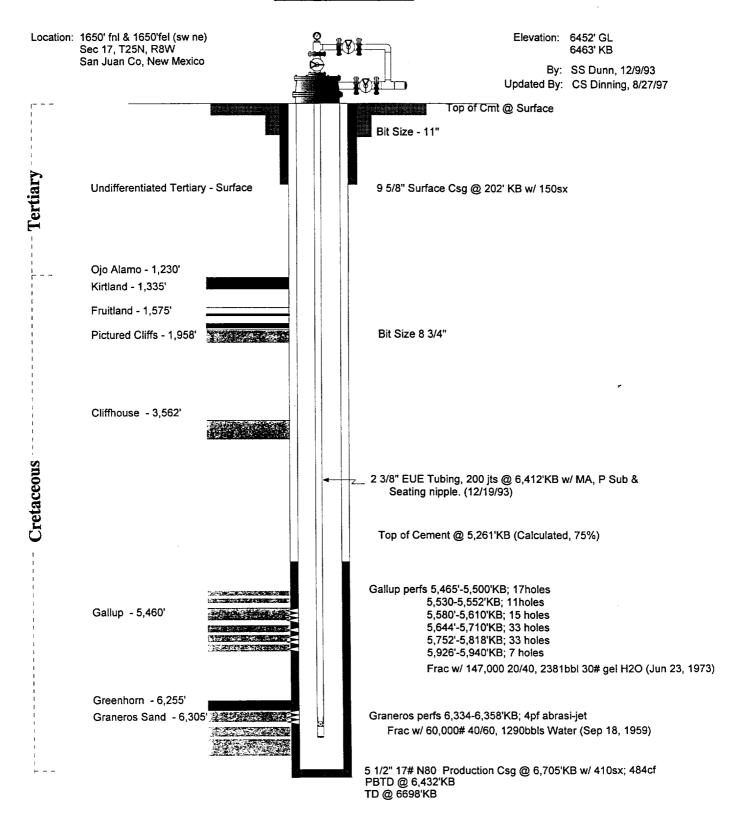
Connie Dinning

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. Load casing w/ water. POH w/ tubing and RIH w/ CIBP, set @ 6300' KB.
- 3. Plug #1 (Graneros perforations and top @ 6,305): Mix 11 sx (13 cu. ft) Class B cement and spot 100' plug on top of CIBP. POH.
- 4. Plug #2 (Gallup perfs and top @ 5460' KB): RIH w/ second CIBP and set @ 5460' KB. Mix 11 sx (13 cu. ft) Class B cement and spot 100' plug on top of CIBP. POH
- 5. Plug #3 (Mesaverde top, 3512' 3612'): . Perforate two squeeze holes @ 3612' KB. RIH w/ CICR and set @ 3512'. Mix 59 sx (70 cu. ft) Class B cement and squeeze 43 sx outside casing, leave 16 sx inside casing. POH.
- 6. Plug #4 (Pictured Cliff top, 1908' 2008'): Perforate two squeeze holes @ 2008' KB. RIH w/ CICR and set @ 1908'. Mix 59 sx (70 cu. ft) Class B cement and squeeze 43 sx outside casing, leave 16 sx inside casing. POH.
- 7. Plug #5 (Fruitland top, 1525' 1625'): Perforate two squeeze holes @ 1625' KB. RIH w/ CICR and set @ 1525'. Mix 59 sx (70 cu. ft) Class B cement and squeeze 43 sx outside casing, leave 16 sx inside casing. POH.
- 8. Plug #6 (Ojo Alamo, 1180' 1385'): Perforate two squeeze holes @ 1385' KB. TIH and set tbg @ 1180' KB. Mix 116 sx (137 cu. ft) Class B cement and squeeze 88 sx outside casing, leave 28 sx inside casing. POH.
- 9. Plug #7 (Surface): Perforate 2 holes @ 252'. Establish circulation out bradenhead valve. Mix 88 sx (104 cu. ft) Class B cement and pump down 5 1/2" casing, circulate good cement out bradenhead valve. Shut in well and WOC.
- 10. 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.
- 11. Restore location per BLM stipulations.

Merrion Oil & Gas Corporation Wellbore Schematic Stephenson No. 1

Current Wellbore Configuration



Merrion Oil & Gas Corporation Wellbore Schematic Stephenson No. 1

