

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III
1000 Rio Grande Bldg., Aztec, NM 87410

OIL CONSERVATION DIVISION
P.O. Box 2088
Santa Fe, New Mexico 87504-2088

WELL API NO.
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Karl Hudson
8. Well No. 1
9. Pool name or Wildcat Flora Vista Mesaverde
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 5511' GR

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" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> OTHER
2. Name of Operator Merrion Oil & Gas Corporation
3. Address of Operator P. O. Box 840, Farmington, New Mexico 87499
4. Well Location Unit Letter <u>D</u> : <u>990</u> Feet From The <u>North</u> Line and <u>790</u> Feet From The <u>West</u> Line

Section <u>26</u> Township <u>30N</u> Range <u>12W</u> NMPM <u>San Juan</u> County
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11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
	CASING TEST AND CEMENT JOB <input type="checkbox"/>
	OTHER: <input type="checkbox"/>

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

We plan to Plug & Abandoned the subject well as follows:

1. MIRU. Tally out of hole with 1-1/2" tubing.
2. RIH open-ended to 3397' PBTD. Spot 25 sx neat G cement across Mesaverde perms from 3397' to 3067'. WOC. Tag cement. Roll hole with 9.0 PPG mud.
3. Pull to 1753'. Spot 25 sx plug across Pictured Cliffs top from 1753' to 1423'.
4. Pull to 353'. Spot 30 sx plug across casing shoe to surface.
5. RU to 4-1/2" - 8-5/8" annulus. Bullhead 80 sx into annulus to cover casing shoe and Ojo Alamo from surface to 382'. RDMOL.
6. Install P&A marker. Reclaim location.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE George F. Sharpe TITLE Petroleum Engineer DATE 11-19-92

TYPE OR PRINT NAME TELEPHONE NO.

(This space for State Use)

APPROVED BY Original Signed by CHARLES GIBLSON DEPUTY OIL & GAS INSPECTOR, DIST. #2 DATE NOV 23 1992

CONDITIONS OF APPROVAL, IF ANY:

ALTER STEPS 4 & 5 TO - PERFORATE 4 1/2" Casing AT 353'.
CIRCUMFERE CEMENT TO SURFACE UP BRADENHEAD.
DISPLACEMENT OF HOLE WITH MUD NOT REQUIRED.