

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

RCVD FEB 16'12

OIL CONS. DIV.

DIST. 3

IN REPLY REFER TO NMSF-080384 3162.3-1 (111)

February 13, 2012

Merrion Oil & Gas Corp. Attn.: Philana P Thompson 610 Reilly Ave. Farmington, NM 87401

Dear Ms. Thompson:

30-045-34309

Reference is made to your Application for Permit to Drill (APD) the **No. 1 Sullivan 15** well, located **1730' FSL and 829' FEL, Section 15, T26N, R12W, San Juan County, New Mexico**. This APD was approved on December 18, 2007 with an expiration date of December 18, 2011. According to our records, no known activity has taken place at this location.

In view of the foregoing, this office is rescinding the approval due to the expiration of this APD. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at this well site. Please file letter within 30 days of receipt of this notice. Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office.

If you have any questions regarding the above contact Shea Valdez at (505) 599-8969

Sincerely,

cc: NMOCD

/s/ Shea C. Valdez

bcc: Well file AFMSS

Shea C. Valdez

SValdez:Rescinded

Petroleum Engineer