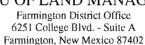


United States Department of the Interior

BUREAU OF LAND MANAGEMENT





IN REPLY, REFER TO: NMNM25453 3162.3-1 (NMF0110)

1

May 14, 2012 API# 30-045-34310

Merrion Oil & Gas Corporation Attn: Land Department 610 Reilly Ave. Farmington, NM 87401-2634 RCVD MAY 18'12 OIL CONS. DIV. DIST. 3

Dear Sirs:

Please be advised that the following approved Application for Permit to Drill (APD) has expired effective March 25, 2012. If you wish to drill this well at some later date, you must file another application to permit to drill.

Susco Fed #10 located 889'FSL & 893' FEL, Section 9, T.26 N., R. 12W, San Juan County, New Mexico, Federal Lease NMNM25453, API Number: 30-045-34310

If any surface disturbance was conducted, you must file your plans for reclamation.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions, contact Cynthia Marquez at (505) 564-7741.

Sincerely,

Cynthia Marquez,
Land Law Examiner

Petroleum Management Team

CC: Well File NMOCD AFMSS/cmarquez/rtn apd/Merrion/05/14/2012

