

file 0-15-73-6

MERRION OIL & GAS CORPORATION
P. O. Box 1017
FARMINGTON, NEW MEXICO 87401-1017

September 8, 1982

New Mexico Oil Conservation Division
1000 Rio Brazos
Aztec, New Mexico 87410

Attention: Mr. Frank Chavez

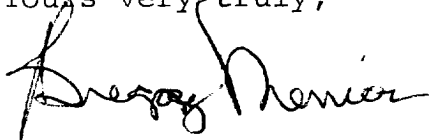
Re: Unorthodox Location
Counselors Gallup Field

Gentlemen:

Pursuant to the provisions of Order No. R-7034, please be advised that the Merrion Oil & Gas Corporation Theodore Zink Com #1 is located at an unorthodox location in that it is 460' from the outer boundary of the proration unit rather than the 660' limit specified in the order, and it is 315' from the government quarter quarter section rather than 330' specified in the order.

It is our interpretation that the order has approved this unorthodox location thru its "grandfather" clause.

Yours very truly,



J. Gregory Merrion
President

JGM/rs

