J. GREGORY MERRION PETROLEUM ENBINEER

P. O. BOX 507

FARMINGTON, NEW MEXICO 87401

June 8, 1978

New Mexico Oil Conservation Commission Box 2088 Santa Fe, New Mexico 87501

RE: Application for

Nonstandard Proration

Unit

Gentlemen:

The Merrion and Bayless, Jicarilla 428-7 well has been drilled and completed in the Pictured Cliffs formation at a location 1170' FWL and 790' FSL, Section 30, T-23N, R-4W, Sandoval County, New Mexico in the Ballard Pictured Cliffs Field.

As per attached survey plat the proposed proration unit consists of a single governmental quarter section, which because of truncation at the township line consists of only 118.865 acres. It furthermore consists of quarter quarter sections and lots conteguous to a common bordering side.

As per lease plat enclosed all offset acreage is owned by Merrion and Bayless.

Request is hereby made for Administrative approval of Non-standard proration unit.

Yours Very Truly,

MERKION & BAYLESS

J. GREGORY MERRION

Aztec NMOCC

