



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178 Fax (505) 334-6170

GARY E. JOHNSON
GOVERNOR

JENNIFER A. SALISBURY
CABINET SECRETARY

June 25, 1997

Ms Connie Dinning
Merrion O&G Corp.
610 Reilly Ave
Farmington NM 87499

RE: Canyon Largo UT. #125	M-9-24N-6W	30-039-05535
P.W.U #3	K-15-19N-5W	30-031-20502
Boling Fed #5	C-22-19N-3W	30-043-20092

Dear Ms. Dinning:

According to our phone conversation Wednesday, June 11, 1997, I am verifying by letter that the above referenced wells have come under the directive of NMOCD Rule 705-C. This rule states that whenever there is a continuous six-month period of non-injection into any injection project, storage project, salt water disposal well, or special propose injection well, such project or well will be considered abandoned. Therefore, the authority for injection will automatically end.

Connie, if Merrion O&G intends to use any of the above referenced wells in the future for injection they will have to be repermited for injection before they can be utilized.

Please contact me at (505)334-6178 if you have any questions.

Sincerely,


Ernest Cardona
Deputy O&G Inspector

EC/sh

XC: Well files U.I.C file E.C file