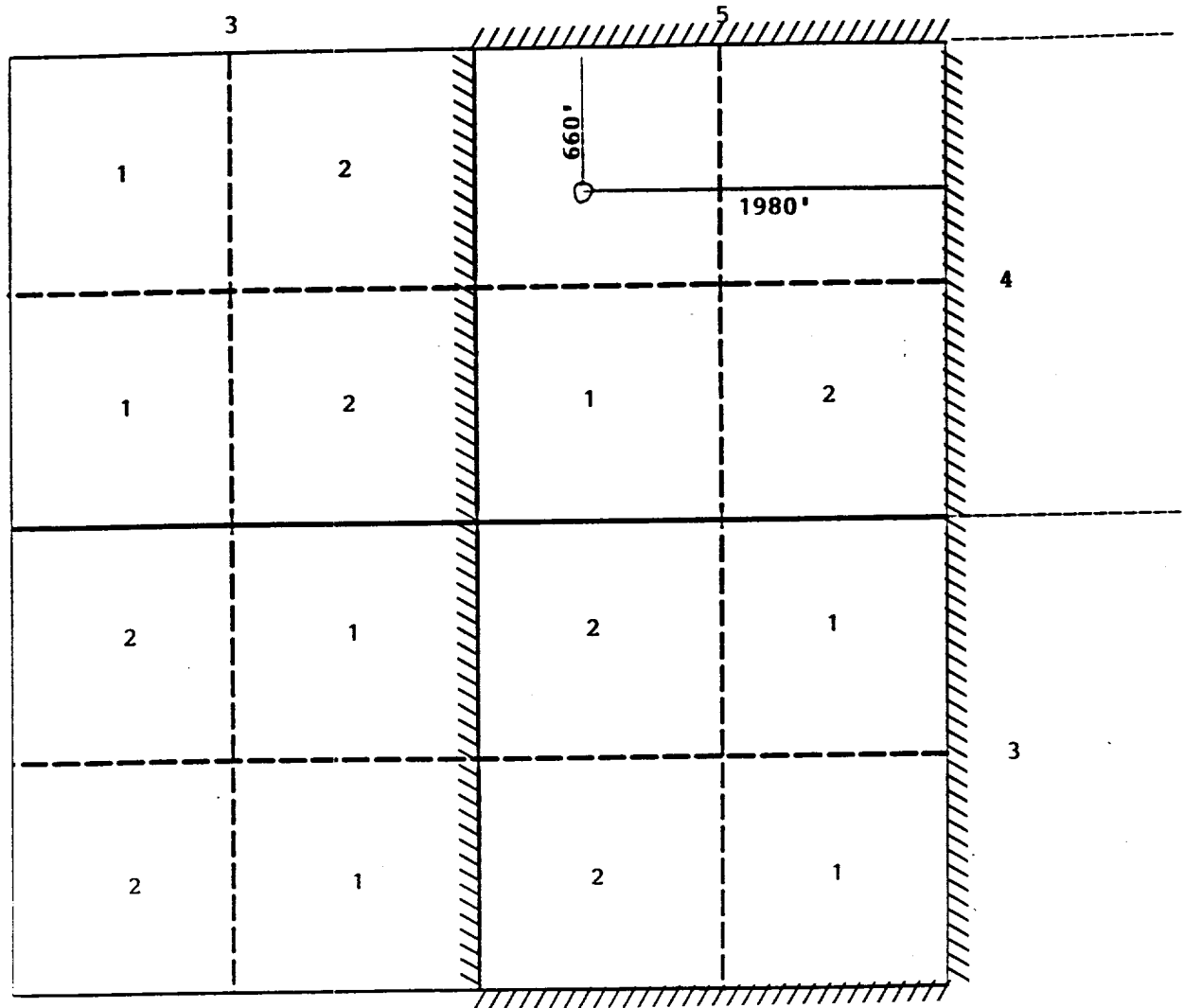


MERRION OIL & GAS CORPORATION

WESTERN NO. 5

660' FNL & 1980' FEL
Section 7, T26N, R11W
San Juan County, New Mexico

APPLICATION FOR NON-STANDARD PRORATION UNIT



Remarks: 1) Merrion Oil & Gas Corporation, P.O. Box 840, Farmington, NM 87499

2) Dugan Production Company, P.O. Box 420, Farmington, NM 87499

3) Meridian Oil Company, P.O. Box 4289, Farmington, NM 87499

4) Jerome P. McHugh & Associates, P.O. 809, Farmington, NM 87499

5) Beta Development Company, P.O. Box 1659, Midland, Texas 79701

6)