Form 3160-5 (June 1990)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expirest March 31, 1993

5. Lease Designation and Serial No.

NM 12235

6. If Indian, Allonee or Tribe Name

SUNDRY	NOTICES	ANU	HEPURI	2 OM	AA E	LLLS	

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals

SUBMI	7. If Unit or CA, Agreement Designation			
i. Type of West  Oil Gas  West Other	8. Well Name and No. South land 24			
J. K. EDWARDS ASSOCIATES  J. Address and Telephone No.  1401-17TH STREET, SUITE	9. API Well No. 30-045-23760  10. Field and Pool, or Exploratory Area WAWFortId Sand PC			
Location of Weil (Footage, Sec., T., R., M., or Survey D 790' FSL, 18 0 Sec. 3, T26.	'50' FEL N-R13W	11. County or Pansh, Scale San Juan, NH		
TYPE OF SUBMISSION	(s) TO INDICATE NATURE OF NOTICE, F			
Notice of Intent  Subsequent Report  Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other	Change of Plans  New Construction  Non-Routine Fracturing  Water Shut-Off  Conversion to Injection  Dispose Water (Note: Report results of multiple completion on Wetl		

PLEASE BE ADVISED THAT J.K. EDWARDS ASSOCIATES, INC. (JKEAI) IS NOT OPERATOR OF THIS WELL. MERRION OIL & GAS DECLINED OUR OFFER TO PURCHASE (PLEASE SEE ATTACHED LETTER). SHOULD MERRION RECONSIDER SELLING THIS WELL TO US, JKEAI WOULD THEN RETURN THE SOUTHLAND 2Y WELL TO PRODUCTION.

	No. of the contract of the con	
4. I hereby certary that the foregoing is true and correct Signed	Tide J. KEITH EDWAR	DS, PRES. Date 2/11/97
This space/for Federal or State office use)	Tide	ACCEPILD: ECOPIL
Approved by	NMOCD	1 4 1997
Title 18 U.S.C. Section 1001, makes it a attime for any person kno of representations as to any matter within its jurisdiction.		agency of the United STARMINGTON DISTRICT OFFICE termens

-Cam Instruction on Reverse Side

## MERRION

OIL & GAS

RECEIVEL BLM

97 FEB 14 Pi112: 42

December 11, 1996

070 FARMINGTON, NM

520 10 193

Mr. Keith Edwards J.K. Edwards Associates, Inc. 1401 17th Street, Suite 1400 Denver, CO 80202

RE:

Southland 2Y

Dear Keith:

Thank you for your offer dated November 5, 1996 on the above well; however, Merrion Oil & Gas has reconsidered your offer and has decided to decline to sell at this time.

If you have any questions, please feel free to contact me at the number listed below.

Yours truly,

MERRION OIL & GAS CORPORATION

Crystal Williams

Landman

pc: GFS