

MERRION

OIL & GAS

July 30, 1999

Mr. David Catanach
New Mexico Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87505

RECEIVED
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OIL CON. DIV.
DIST. 2

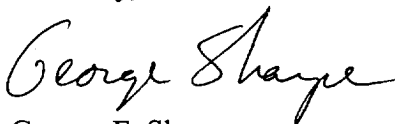
Re: Administrative Order DHC 2321
Clarification of Well to be Commingled
Mead B 1R
Section 3, T26N, R11W
San Juan County, New Mexico

Dear Mr. Catanach:

Merrion Oil & Gas plans to redrill the Mead B-1 as the Mead B-1R and commingle the Pictured Cliffs and Fruitland Coal formations. In our application for the commingling, we inadvertently put the Mead B-1 well name and API number on the C-107 form, although the text of our application discussed drilling the new well. Your approval in Order DHC 2321 refers to the Mead B-1 well. Please change your records to reflect that the Order applies to the Mead B-1R, API #30-045-29872.

Sorry for the confusion.

Sincerely,



George F. Sharpe
Manager – Oil & Gas Investments

xc: Aztec OCD ✓
BLM

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