



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
AZTEC DISTRICT OFFICE  
1000 RIO BRAZOS ROAD  
AZTEC NM 87410  
(505) 334-6178 FAX: (505) 334-6170  
[http://nemnr.state.nm.us/ocd/District III/3district.htm](http://nemnr.state.nm.us/ocd/District%20III/3district.htm)

GARY E. JOHNSON  
GOVERNOR

Jennifer A. Salisbury  
CABINET SECRETARY

June 23, 1998

Mr Steven S Dunn  
Drilling & Production Manager  
Merrion Oil & Gas Corporation  
610 Reilly Avenue  
Farmington NM 87401-2634

Re: Farmington Com #1E, API Not Yet Assigned 30-045-77625

Dear Steve:

Your application to directionally drill the proposed referenced well at a surface location of 1035' FNL, 865' FWL Section 14-29N-13W and a bottom hole location of 1650' FSL, 990' FWL Section 11-29N-13W is hereby approved. If after the well is drilled, the bottom hole location is closer than 790' to the drill tract boundary, this approval will be of no effect.

If you have any questions, please contact me.

Yours truly,

Ernie Busch  
District Geologist/Deputy O&G Inspector

Xc: NMOCD-Santa Fe  
Well file  
Dorothy