



June 18, 2008

CERTIFIED RETURN RECEIPT REQUESTED

**RE: PROPOSAL TO DRILL – GLADE PARK #1 AND #2
W/2 SECTION 9, T29N, R13W
SAN JUAN COUNTY, NEW MEXICO**

To Working Interest Owners:

Merrion Oil & Gas is proposing to drill two Fruitland Coal wells in the west half of Section 9, T29N, R13W. Our title review indicates that you own leasehold rights on this land as summarized in Attachment 1. Attached is a proposed Operating Agreement and an AFE for each of the wells. Please indicate your desire to participate in the drilling of these wells by executing and returning copies of the AFE's and a signature page of the Operating Agreement.

There are a large number of unleased mineral owners which Merrion will have to force pool. In that regard, attached is a copy of Merrion's application for force pooling on these two wells. We are requesting a hearing date on August 14, 2008. If you wish to participate in the hearing process, you will need to notify the NMOCD at least 20 days prior to the hearing. The mailing address for the NMOCD and the location of the hearing is 1220 S. St. Francis Dr., Santa Fe, NM 87505.

Please let me know if you have any questions.

Sincerely,

Briana Campbell
Land Analyst
505-324-5325
bcampbell@merrion.bz

List of Attachments

1. Leasehold Working Interest Owner List.
2. Authorization for Expenditures (AFEs)
3. Operating Agreement and Signature Pages
4. Application to NMOCD for Force Pooling



June 24, 2008

CERTIFIED RETURN RECEIPT REQUESTED

**RE: NOTIFICATION OF REVISED HEARING DATE
COMPULSORY POOLING – GLADE PARK #1 AND #2
W/2 SECTION 9, T29N, R13W
SAN JUAN COUNTY, NEW MEXICO**

To Uncommitted Working Interest Owners:

Merrion Oil & Gas sent you a letter dated June 18, 2008 proposing to drill the subject wells. In the letter we noted that we had requested that the NMOCD set the matter of compulsory pooling of these wells on the August 14, 2008 docket. Unfortunately, the NMOCD does not have a hearing on that date. Therefore, Merrion has requested that the matter be moved to the August 7, 2008 docket. Attached is that letter for your review. Sorry for the confusion.

Again, we hope you will choose one of the other options presented in our letter. We look forward to hearing from you in that regard.

Sincerely,

Briana Campbell
Land Analyst
505-324-5325
bcampbell@merrion.bz