

NEW MEXICO ENERGY, MINERALS/and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor Joanna Prukop Cabinet Secretary Lori Wrotenbery
Director
Oil Conservation Division

June 25, 2003

Steve Dunn Merrion Oil & Gas Corp 610 Reilly Avenue Farmington NM 87499

RE: Scarecrow #1, P 04-24N-08W API 30-045-25208

Dear Mr. Dunn:

Our records indicate the well listed above is inactive and not in compliance with Rule #201.B. The last reported production volume was in February 2001.

You are hereby directed to bring this well into compliance before September 1, 2003, review Rules 202 and 203 for the necessary filing requirements to plug and abandon, temporarily abandon or return this well to production.

Reference RBDMS CTP0317563487on future correspondence.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely yours,

Charlie T. Perrin

Deputy Oil & Gas Inspector

harlie T. Lerrin

cperrin@state.nm.us

CTP/mk

CC: CTP

Well File