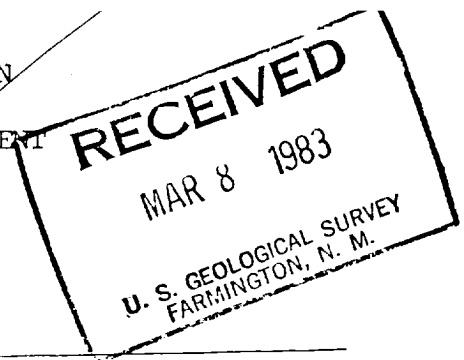


MERRION OIL & GAS CORPORATION
APPLICATION FOR PERMISSION TO VENT
CASINGHEAD GAS

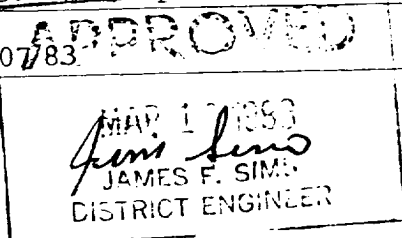


1. LEASE: Old Rock Com No. 3
1840' FSL and 1805' FEL
Sec. 28, T25N, R6W
Rio Arriba County, New Mexico
2. ESTIMATED PRODUCTION: 110 BOPD and 166 MCFGPD
3. VALUE GAS VENTED: \$498.00/day gross value
4. LOCATION NEAREST GAS CONNECTION: 1000' North **MIN. DIV. DIST. 3**
5. REASON FOR APPLICATION: Negotiating gas contract - would like to produce to evaluate further drilling in this area pending permanent hookup.

Approved not to exceed 10 MMCF per month not to exceed one year. CDM 44.5.3F

I hereby certify that the rules and regulations of the Minerals Management Service have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

Steve S. Dunn
Signature
Steve S. Dunn, Operations Manager
Title
3/07/83
Date



Approved until _____
MINERALS MANAGEMENT SERVICE
By _____
Title _____
Date _____

NMCCD