FAX 505-326-5900

MERRION OIL & GAS CORPORATION

610 REILLY AVE. • P. O. Box 840
FARMINGTON, NEW MEXICO 87499

September 14, 1993

in Asia

New Mexico Oil Conservation Commission Attn: Frank Chavez 1000 Rio Brazos Aztec, NM 87410

RE:

W/2 of 7, T26N,R12W ν

N/2 of 12, T26N,R13W

Dear Mr. Chavez:

Please be advised that Merrion Oil & Gas has two wells located on the above captioned acreage, Chaco #2, and Chaco #3. These wells are to be plugged and abandoned as soon as possible.

Merrion Oil & Gas does not intend to produce these wells and therefore feel that Maralex Resources should be allowed to produce their Gallegos Federal 26-12,7 #1, and Gallegos Federal 26-13-12 #1 well, which are also located on said acreage.

If you have any questions, please call.

Yours Truly,

MERRION OIL & GAS CORPORATION

Crystal Williams

Landman

xc: Maralex Resources

SEP1 51993

OIL CON. DIV.