



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
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[http://nemnr.state.nm.us/ocd/District III/district.htm](http://nemnr.state.nm.us/ocd/District%20III/district.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

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,

A handwritten signature in cursive script that reads "Ernie Busch".

Ernie Busch
District Geologist/Deputy O&G Inspector

Xc: NMOCD-Santa Fe
Well file
Dorothy