OIL CONSERSE ON DIVISION RECEIVED

194 JU 5 AM 8 50

THOMAS R. BEIRNE (also D.C.)

KATHLEEN DONELLI (also CT)

ANDREW A. GLICKSON (also CT)

DENNIS C. KRIEGER (also CA) BARRY E. LONG

ELLEN M. MELLO (also CT)

JOSEPH P. CARLUCCI

KENNETH J. DUBROFF ROBERT FEDER

JOSHUA J. GRAUER KENNETH F. JURIST

RICHARD A. KATZIVE

SUZANNE BOGDANOFF (also CT)

ANN FARRISSEY CARLSON (also CT)

CUDDY & FEDER

90 MAPLE AVENUE WHITE PLAINS, NEW YORK 10601

> (914) 761-1300 TELECOPIER (914) 761-5372

New York City Office 60 EAST 42nd STREET NEW YORK, NEW YORK 10165-2915 (212) 949-6280 TELECOPIER (212) 949-6346

Connecticut Office 707 SUMMER STREET STAMFORD, CONNECTICUT 06901 (203) 348-4780 WILLIAM S. NULL
LAWRENCE J. REISS (also CT, NJ)
HELEN K. ROSENBERG
RUTH E. ROTH
KEVIN G. RYAN (also CT)
CHAUNCEY L. WALKER (also CA)
ERICA TUKEL WAX
ROBERT L. WOLFE

Of Counsel

WILLIAM V. CUDDY (also CT) ANDREW I. PANKEN NEIL T. RINSKY LOUIS R. TAFFERA DANIEL M. ZANE

June 30, 1994

Mr. William Lemay, Director New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87503

Dear Mr. Lemay:

As attorney-in-fact for Iris Gerber Damson and Trustee of the Edward Trust, I enthusiastically support the application of Merrion Oil & Gas corporation to commingle the Fruitland Coal and the Pictured Cliffs formations in the Blueberry Buckle #1. Enclosed is a copy of the waiver form which I've executed.

The Trust and Mrs. Damson's own overrides in the Pictured Cliffs formation (as well as the Fruitland Coal Formation), in the NW/4 of Section 32. We are concerned that if the commingling is not approved that we will never realize any value for the PC override. Since we have agreed with Merrion to equalize interests in the two formation, we feel that commingling these two zones is in the best interest of all parties involved. Therefore, we request your approval of the application as submitted.

Please call me with any questions.

Sincerely,

Inneth DuBroff

As attorney-in-fact for Iris Gerber Damson and Trustee of the Edward Gerber Trust

KD:ses/Enclosure
cc George Sharpe

C&F-52446.1