

MERRION

OIL & GAS

September 19, 2000.

Mr. Michael E. Stogner
New Mexico Oil Conservation Division
2040 S. Pacheco St.
Santa Fe, New Mexico 87505



**RE: Application of Merrion Oil & Gas
Non-Standard Location
Hi Roll 2R
WAW Fruitland Pictured Cliffs Pool
SW/4 Section 35, T27N, R13W
San Juan County, New Mexico**

Dear Mr. Stogner:

Merrion Oil & Gas Corp. (Merrion) requests administrative approval for a non-standard location for the subject well for topographic reasons.

Enclosed in support of this application are the following:

- Exhibit 1: C-102 Plat
- Exhibit 2: Topographic Map
- Exhibit 3: NAPI Farm Map
- Exhibit 4: Offset Operator Plat

The well will be completed in the WAW Fruitland Pictured Cliffs Pool on 160 acre spacing in the SW/4 of Section 35, T27N, R13W. The well is non-standard because it is only 640 feet from the northern boundary of the spacing unit. However, the well is a redrill of the Hi Roll 2, which received past approval for a non-standard location. Because the wells are located in the NAPI farming area (see Exhibit 3), the 2R was staked on the same pad as the 2 to eliminate any additional surface damages and use of farm land. With the access road being immediately adjacent to the well, moving the 2R to the south would put it on the other side of the access road, requiring basically a new location. Therefore, in an effort to minimize any additional surface impact, we request your approval of the non-standard location.

Exhibit 4 is a map showing that Merrion is the offset operator to the north of the well. We have no objection to our application!

Please call me at 505-327-9801 ext 114 if additional information is needed.

Yours truly,


George Sharpe
Manager, Oil & Gas Investments

cc Frank Chavez, NMOCD – Aztec
Well File

S:\invest\gfs\2000 corres\hi roll 2r nonstd app

District I
 PO Box 1910, Hobbs, NM 88241-1980
 District II
 PO Drawer DD, Artesia, NM 88211-0719
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
 PO Box 2088
 Santa Fe, NM 87504-2088

Form C-107
 Revised February 21, 1991
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies
 AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code 87190		3 Pool Name WAW Fruitland Sand Pictured Cliffs	
4 Property Code		5 Property Name Hi Roll			6 Well Number 2 R
7 OGRID No. 014634		8 Operator Name MERRION OIL & GAS CORPORATION			9 Elevation 6031'

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	35	27 N	13 W	NESW	2000	South	1835	West	San Juan

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 Order No.

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>16</p> <p style="font-size: 2em;">Exhibit I</p>	<p>17 OPERATOR CERTIFICATION</p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i></p> <p style="text-align: center;"><i>George F. Sharpe</i></p> <p>Signature George F. Sharpe Printed Name Engineer Title 8-4-99 Date</p>
	<p>18 SURVEYOR CERTIFICATION</p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief</i></p> <p style="text-align: center;">21 J. H. HUBBES</p> <p>Date of Survey Signature and Seal of Professional Surveyor</p> <div style="text-align: center;"> </div> <p>Certificate Number</p>

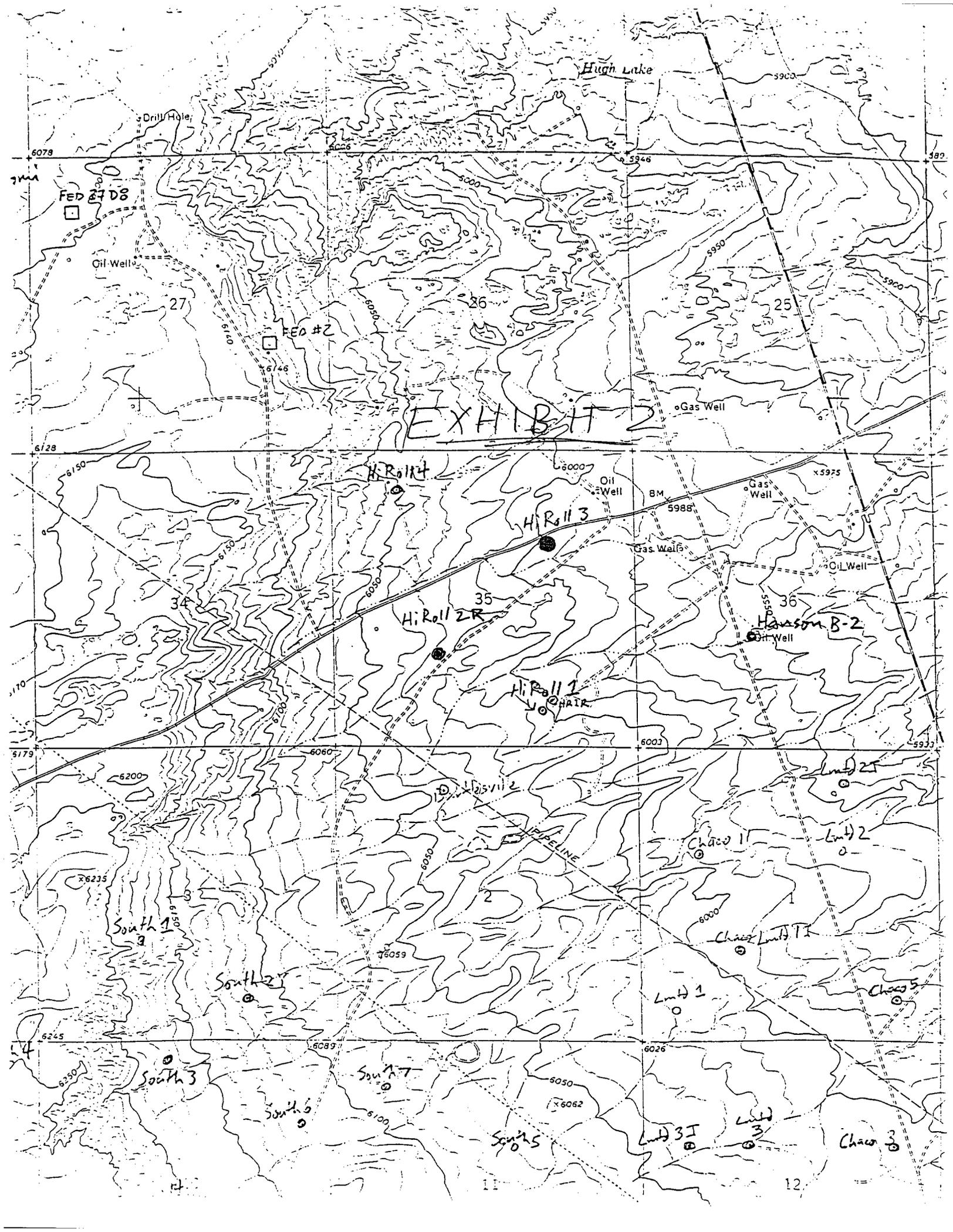


EXHIBIT 2

Exhibit 3
NAPI Field Plat

1" = 2430'

R 13 W

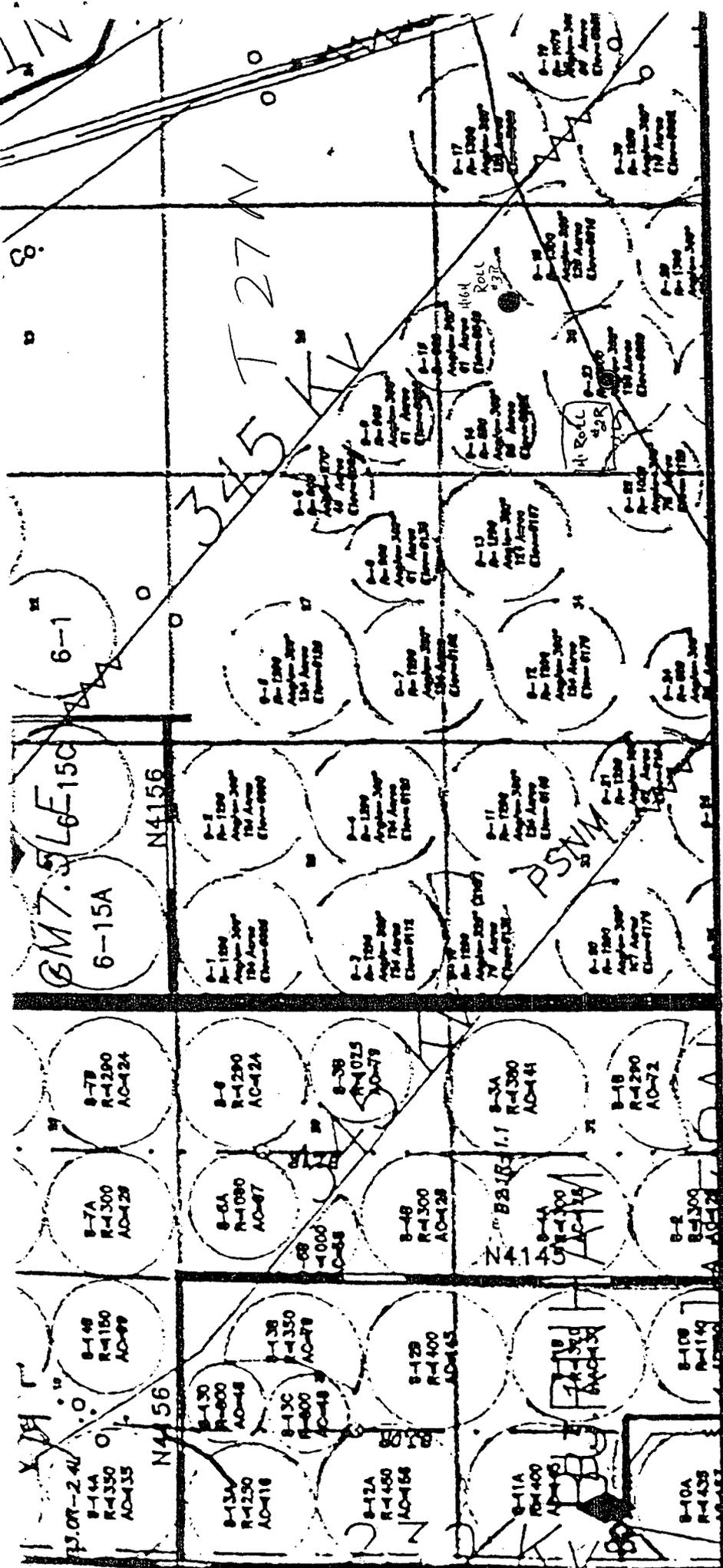


EXHIBIT 4
OFFSET OPERATOR PLAT
HI ROLL #2R
NON-STANDARD LOCATION APPLICATION

R13W

