

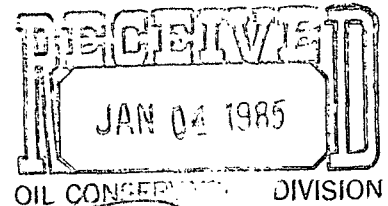
Release January 24, 1984
Waivers are in!
1-21-84

By DRC

PH. 505-325-5093

MERRION OIL & GAS CORPORATION

P. O. Box 1017
FARMINGTON, NEW MEXICO 87499



January 2, 1985

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

NSL 1974
FILE - 104-FC
Devils Fork Gallup Pool
Dedicated Acreage - 160 Acres
SE 1/4, Section 36-25N-7W

Re: Canyon Largo Unit 345
Sec. 36, T25N, R7W
Rio Arriba Co., New Mexico

Dear Sir:

The above referred to location is for a well to be drilled to the Gallup Formation. This location is non-standard because of topography. Certified Letters have been sent to the offsetting operators advising them of this location. We hereby request approval of this location for drilling.

Thank you for your assistance in this matter.

Yours truly,

MERRION OIL & GAS CORPORATION


Steve S. Dunn, Operations Manager

SSD/am

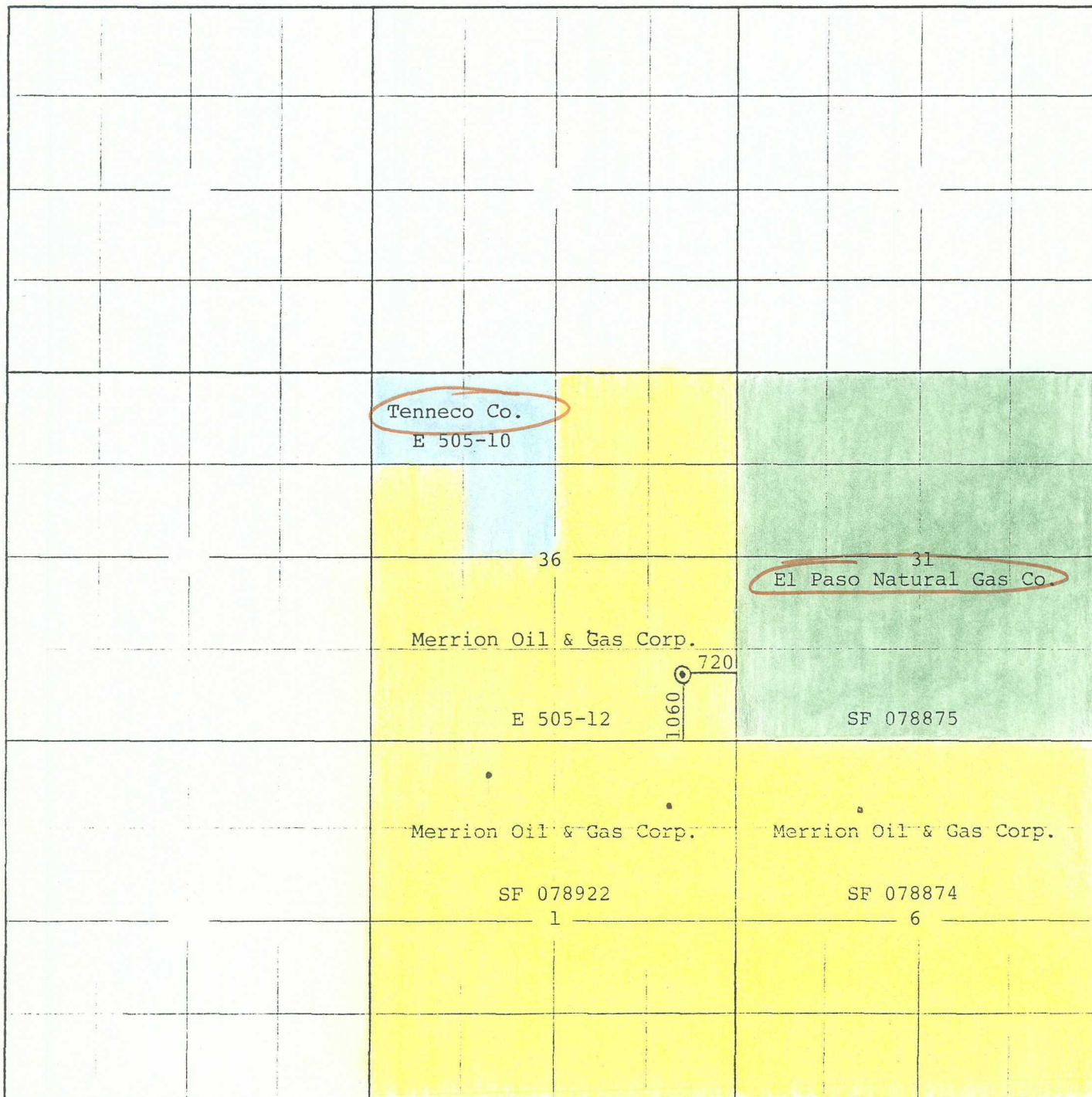
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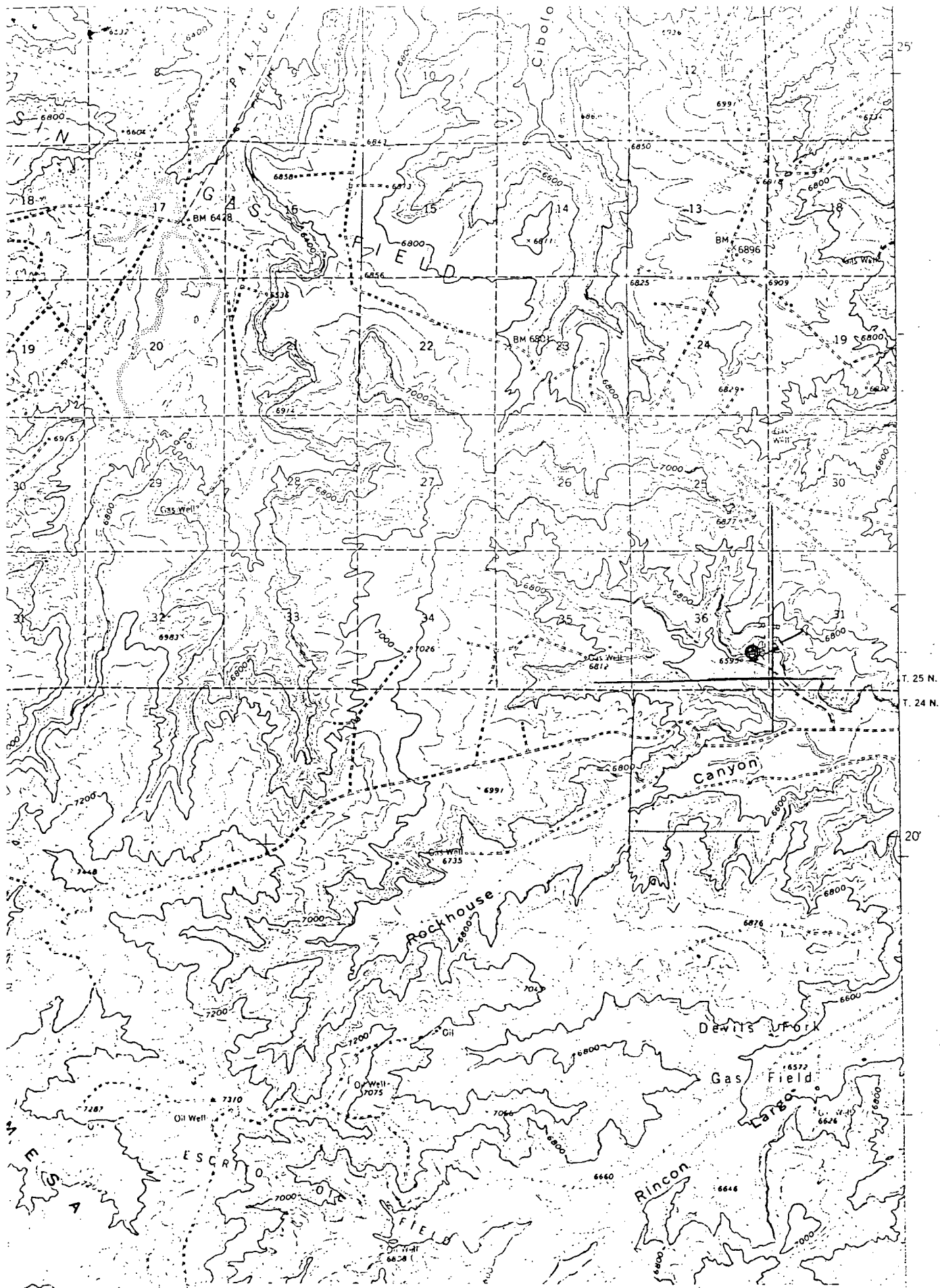
cc: Frank Chavez

MERRION OIL & GAS CORPORATION

Canyon Largo Unit 345

TOWNSHIP 25N RANGE 7W COUNTY Rio Arriba STATE New Mexico





Vicinity Map for
 MERRION OIL & GAS CORPORATION #345 CANYON LARGO UNIT
 1060'FSL 720'FEL Sec. 36-T25N-R7W
 RIO ARRIBA COUNTY, NEW MEXICO

1 mile
 1/2 mile
 1/4 mile
 1/8 mile
 1/16 mile

(3) CONSERVATION DIVISION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

STATE OF NEW MEXICO
AND MINERALS DEPARTMENT

Form C-107
Revised 10-1-71

All distances must be from the outer boundaries of the Section.

Operator MERRION OIL & GAS CORPORATION			Lease CANYON LARGO UNIT		Well No. 345
Init Letter P	Section 36	Township 25N	Range 7W	County Rio Arriba	
Actual Footage Location of Well:					
1060	feet from the	South	line and	720	feet from the
					East
					line
Ground Level Elev: 6599	Producing Formation Gallup		Pool Devils Fork Gallup		Dedicated Acreage: 160 Acres

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

<p>Sec.</p>	<p><i>160 acres oil for Gallup</i></p>	
<p style="font-size: 2em; transform: rotate(-15deg);">RECEIVED</p> <p style="text-align: center;">JAN 04 1985</p> <p style="text-align: center;">OIL CON. DIV.</p> <p style="text-align: center;">DIST. A</p>	<p>36</p> <p><i>70' east of standard 70' north of standard</i></p> <p style="text-align: right;">720'</p> <p style="text-align: right;">1060'</p>	
<p>E 505-12</p>		

<p>CERTIFICATION</p>	
<p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p>	
<p><i>Steve S. Dunn</i></p>	
<p>Name Steve S. Dunn</p>	
<p>Position Operations Manager</p>	
<p>Company Merrion Oil & Gas Corp.</p>	
<p>Date 12/31/84</p>	
<p>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 knowledge and belief.</p>	
<p>Date Surveyed December 21, 1984</p>	
<p>Registered Professional Engineer and Land Surveyor <i>Fred B. Kerr Jr.</i> Fred B. Kerr Jr.</p>	
<p>Certificate No. 3950</p>	

Scale: 1"=1000'

Tenneco Oil
Exploration and Production
A Tenneco Company

Western Rocky Mountain Division

6162 South Willow Drive
P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800



January 7, 1985

New Mexico Oil Conservation Commission
Santa Fe District Office
Box 2088
Santa Fe, New Mexico 87501

RE: Canyon Largo Unit 345
Section 36, T25N, R7W
Rio Arriba County, New Mexico

Gentlemen:

This letter is to advise the New Mexico Oil Conservation Division that Tenneco Oil Company has no objection to the unorthodox location for the above proposed well as requested by Merriam Oil & Gas Corporation.

Very truly yours,

TENNECO OIL COMPANY

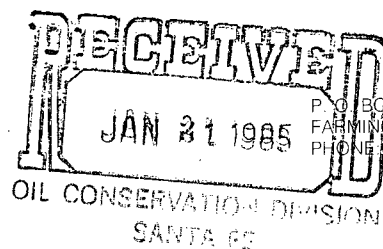
A handwritten signature in dark ink, appearing to read "Harry Hufft".

Harry Hufft
Division Production Manager

HFH/cmf:1435a

cc: Steve Dunn
Merriam Oil & Gas Corporation
P.O. Box 1017
Farmington, N.M. 87499

El Paso
Exploration Company



January 17, 1985

New Mexico Oil Conservation Division
Attention: Mr. Joe D. Ramey
Post Office Box 2088
Santa Fe, New Mexico 87501

Re: Merrion Oil & Gas Corporation
Canyon Largo Unit #345
Request For Unorthodox Location
Sec. 36, T-25-N, R-7-W
Rio Arriba County, New Mexico

Dear Mr. Ramey:

The referenced well has been proposed as an unorthodox location.

Please be advised that as an offset operator, El Paso Exploration Company has no objections to this well location.

Very truly yours,

Van L. Goebel

VLG/gm
Canyon Largo Unit, Tr. #61
Merrion Oil & Gas Corporation



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

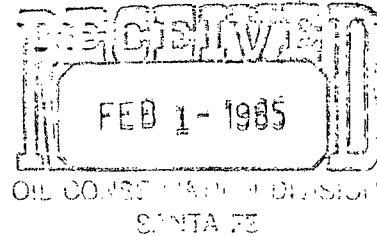
NSL-1974

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 1-25-85

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL x _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____



Gentlemen:

I have examined the application dated 1-3-85
for the Merriam Oil & Gas Corp C.L.W. #. 345 P-36-25N-7W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

E. Bernal