PH. 505-327-9801

MERRION OIL & GAS CORPORATION 8 40

610 REILLY AVE . POL BOX 840

FARMINGTON, NEW MEXICO 87499

March 14, 1991

Mr. William J. LeMay, Director New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504

Federal 28 No. 2, Unorthodox Location

1800' FSL & 1450' FEL Sec 28, T20N, R5W

McKinley County, New Mexico

Dear Mr. LeMay:

Merrion Oil and Gas requests an exception to the well location requirements of Rule 104 B for the Federal 28 No. 2 well due to topographical conditions. The well is located in the optimum spot to avoid an existing roadway running through the 40 acre drilling In addition, to stay away from an archeological site we are further constrained to the proposed footages.

All offsetting spacing units are part of the same lease, NM-7509, and Merrion is the operator. Therefore, proper notification has been made.

Attached are a topographical plat and acreage dedication form identifying the proposed spacing unit, existing and proposed wells in the area, and the topographic conditions thereon.

If further is required, please advise. 3/15/91 Shore Duran

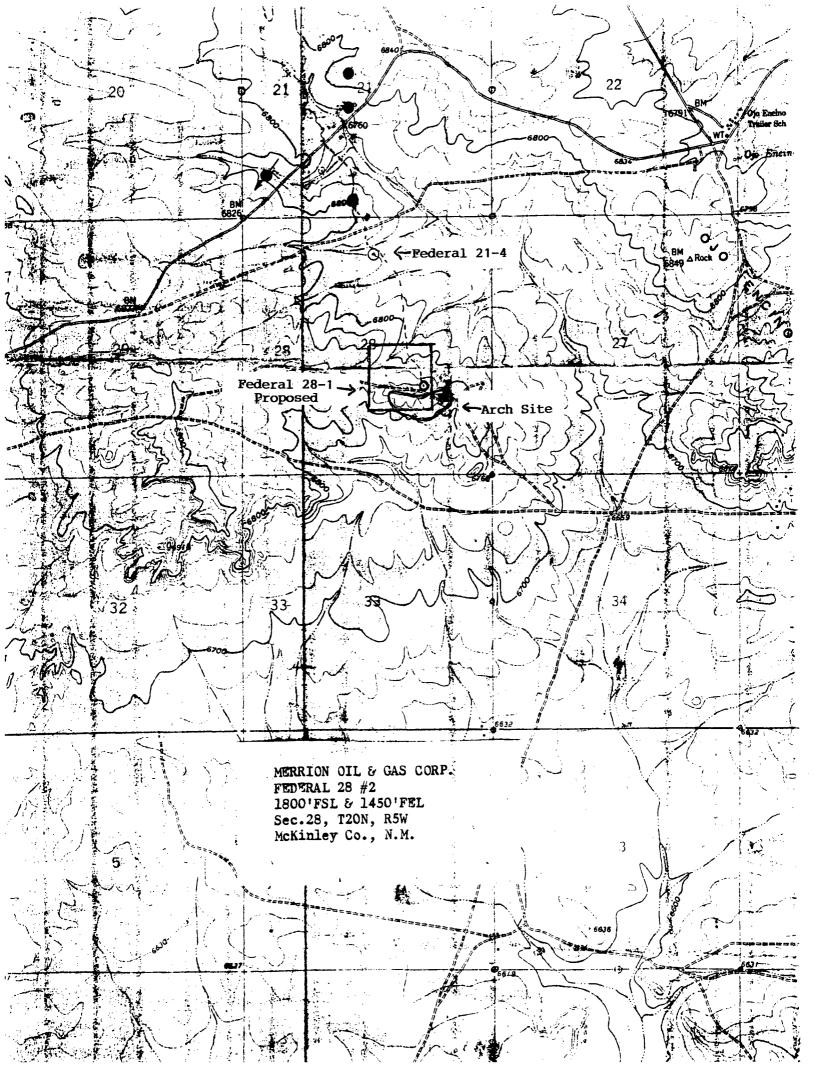
Sincerely,

MERRION OIL & GAS CORPORATION

Steven S. Dunn Operations Manager

SSD/lls

cc: Doug Endsley Well File



Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

<u>DISTRICT 1</u> P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT II P.O. Drawer DD, Artesia, NM 88210 DISTRICT III

S 89°59'W

WELL LOCATION AND ACREAGE DEDICATION PLAT

MERRI (Unit Latter			Loase				Well No.
Unit Latter	N OIL & GAS	CORPORATION	1	FEDERAL 28	3		2
_	Section	Township	Range			County	
J	28	20 N		5 W	NMP	и	McKinley
Actual Footage Loca	цов of Well:	0		1450			D4
1800	feet from the		line and	1450	feet from	n the	East tine
Ground level Elev.	ł	ng Formation	Pool				Dedicated Acreage:
6825		rada d to the subject well by c		jo Ençino			40 Acres
3. If more unitizate in the second in the se	than one lease of dif- ion, force-pooling, etc Yes is "no" list the owner if neccessary.		ated to the well, have a "yes" type of conso thich have actually b	e the interest of all blidation een consolidated.	Owners been cons	olidated by c	ornmunitization,
or until a	oon-standard unit, elis	minating such interest, ha	s been approved by t	the Division.		я, токово-ро	oning, or otherwise)
330 660 990	1320 1650 198	0 2310 2640	2000 1500	1000 50	22	OPER	ATOR CERTIFICATION
5 8	39°55'W		80	.09cm.			iby certify that the information erein in true and complete to th
	1	NM - 7509 (All of Sec 28 errion Gil & G Operator			30	Printed Name Position Op Company Me Date 3	Steven S. Dunn Derations Manager Errion Oil & Gas 6/14/91 EYOR CERTIFICATION

79.90cm.