

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised July 18, 2013

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Record Clean up

WELL API NO. 30-045-26221
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. E-9895-3
7. Lease Name or Unit Agreement Name Moncrief Com
8. Well Number 1E
9. OGRID Number 14634
10. Pool name or Wildcat Gallegos Gallup/ Dakota
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6277'

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

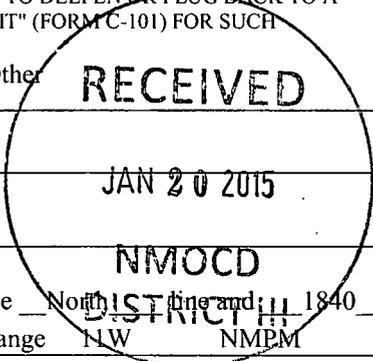
1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
Merrion Oil & Gas Corporation

3. Address of Operator
610 Reilly Ave, Farmington, NM 87401

4. Well Location
 Unit Letter B : 820 feet from the North line and 1840 feet from the East line
 Section 16 Township 26N Range NW NMPM County San Juan

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
6277'



12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- CLOSED-LOOP SYSTEM
- OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- ALTERING CASING
- P AND A
- OTHER:

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

During a routine review of well files the above mentioned well appeared to not have the required DHC request submitted.

Merrion Oil & Gas commingled the subject well in the Gallegos Gallup (pool code 26980) and the Basin Dakota (Pool Code 71599 2/15/2005. The production has been commingled according to NMOCD by order #R-11363. Allocation and methodology is attached for the time period of 2/2005 (CIBP @ 6126' was drilled out) and 2/2006 (Dakota re-stim performed). Upon approval Merrion Oil & Gas will re-process production revenue. Commingling has not reduce the value of the production. BLM and NM State Land office have been notified in writing of this application.

Notification of the commingling of the above mentioned well was sent to all interest owners via certified mail on 12/18/2014. No Objections were received.

Spud Date: 5/4/1985

Rig Release Date:

DHC # 3930AZ

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *Philana Thompson* TITLE Regulatory Compliance Specialist DATE 1/15/2015
 Type or print name Philana Thompson E-mail address: pthompson@merrion.bz PHONE: 505-324-5336
For State Use Only

APPROVED BY: *Charles* TITLE **SUPERVISOR DISTRICT #3** DATE **FEB 02 2015**
 Conditions of Approval (if any):