

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources

Form C-104
Revised Feb. 26, 2007

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Submit to Appropriate District Office
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

| | | | |
|--|---|---|---------------------------------|
| ¹ Operator name and Address MERRION OIL & GAS CORPORATION 610 REILLY AVENUE FARMINGTON, NEW MEXICO 87401 | | ² OGRID Number 014634 | |
| | | ³ Reason for Filing Code/ Effective Date NEW WELL | |
| ⁴ API Number 30 - 045-33936 | ⁵ Pool Name GALLEGOS GALLUP N2L-5676 | | ⁶ Pool Code 26980 |
| ⁷ Property Code 7803 | ⁸ Property Name HICKMAN A | | ⁹ Well Number 1E |

II. ¹⁰ Surface Location

| | | | | | | | | | |
|--------------------|---------------|-----------------|--------------|-----------------|------------------------|---------------------------|-----------------------|------------------------|--------------------|
| UL or lot no. P | Section 10 | Township 26N | Range 12W | Lot Idn SESE | Feet from the 1070' | North/South Line SOUTH | Feet from the 813' | East/West line EAST | County SAN JUAN |
|--------------------|---------------|-----------------|--------------|-----------------|------------------------|---------------------------|-----------------------|------------------------|--------------------|

¹¹ Bottom Hole Location

| | | | | | | | | | |
|-----------------------------|---|--------------------------------------|-----------------------------------|---------|------------------------------------|------------------|-------------------------------------|----------------|--------|
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| ¹² Lse Code F | ¹³ Producing Method Code P | ¹⁴ Gas Connection Date | ¹⁵ C-129 Permit Number | | ¹⁶ C-129 Effective Date | | ¹⁷ C-129 Expiration Date | | |

III. Oil and Gas Transporters

| | | |
|------------------------------------|---|---------------------|
| ¹⁸ Transporter OGRID | ¹⁹ Transporter Name and Address | ²⁰ O/G/W |
| 151618 | ENTERPRISE FIELD SERVICES | G |
| 9018 | GIANT REFINING | O |
| | | RCVD NOV 30 '07 |
| | | OIL CONS. DIV. |

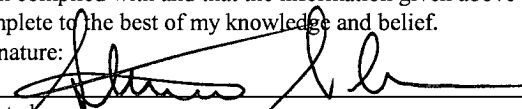


DIST. 3

IV. Well Completion Data

| | | | | | |
|--------------------------------------|---|------------------------------|--------------------------------|---|-----------------------|
| ²¹ Spud Date 8/23/2007 | ²² Ready Date 8/30/07 11/19/07 | ²³ TD 6355' KB | ²⁴ PBDT 6331' KB | ²⁵ Perforations 5007'-5250' | ²⁶ DHC, MC |
| ²⁷ Hole Size | ²⁸ Casing & Tubing Size | ²⁹ Depth Set | ³⁰ Sacks Cement | | |
| 12-1/4" | 8-5/8" | 352.18' KB | 230 sxs | | |
| 7-7/8" | 4-1/2" | 6348.11' KB | 1260 sxs (2 stages) | | |
| | 2-3/8" | 5314' KB | | | |

V. Well Test Data

| | | | | | |
|----------------------------|---------------------------------|---|---------------------------|-----------------------------|--------------------------------------|
| ³¹ Date New Oil | ³² Gas Delivery Date | ³³ Test Date (NO TEST DATA) | ³⁴ Test Length | ³⁵ Tbg. Pressure | ³⁶ Csg. Pressure |
| ³⁷ Choke Size | ³⁸ Oil | ³⁹ Water | ⁴⁰ Gas | | ⁴¹ Test Method Pumping |

| | | |
|--|------------------------|---|
| ⁴² I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature:  | | 12/7/07 OIL CONSERVATION DIVISION |
| Printed name: STEVEN S. DUNN | | Approved by:  |
| Title: DRLG & PROD MANAGER | | Title: DEPUTY OIL & GAS INSPECTOR, DIST. 3 |
| E-mail Address: sdunn@merrion.bz | | Approval Date: DEC 07 2007 |
| Date: 29 NOV 07 | Phone: 505-324-5300 |  Provide production information when available |