

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

Sundry Notices and Reports on Wells

RECEIVED

JAN 25 2010

1. Type of Well:

☐ Oil Well ☒ Gas Well ☐ Other:

2. Name of Operator:

Merrion Oil & Gas Corp

3. Address & Phone No. of Operator:

610 Reilly Ave Farmington, NM 87401 505-324-5300

4. Location of Well, Footage, Sec., T, R, M:

Unit M (SWSW) 680' FSL & 1680' FWL, Sec. 21, T26N, R11W, NMPM

5. Lease Number:

SF-078899

6. If Indian, All. Or Tribe Name:

NA

7. Unit Agreement Name:

8. Well Name & Number:

Jazz Com #2 / Blackrock CIE

9. API Well No.:

30-045-32115 / 30045 34306

10. Field and Pool:

Basin FC / Basin DK / Gallegos Gallup

11. County and State:

San Juan County, NM

12. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OTHER DATA

Type of Submission:

- ☒ Notice of Intent
☐ Subsequent Report
☐ Final Abandonment

Type of Action:

- ☐ Acidize
☐ Alter Casing
☐ Casing Repair
☐ Change of Plans
☐ Convert to Injection
☐ Deepen

- ☐ Fracture Treat
☐ New Construction
☐ Plug & Abandon
☐ Plug Back
☐ Production (Start/Resume)
☐ Reclamation

- ☐ Recomplete
☐ Temp Abandon
☐ Water Disposal
☐ Water Shut-off
☐ Well Integrity
☒ Other: Surface Commingle

13. Describe Proposed or Completed Operation:

Merrion Oil & Gas intends to surface commingle of natural gas produced from the list of attached wells. These wells are located in: T26N, R11W in San Juan County, NM. Lease number for the proposed commingled wells is NMSF-078899.

Allocation & methodology is attached. Approval will extend economic life of the federal leases through reduction of tie-in costs, and reduction of meter servicing charges.

RCVD FEB 12 '10
OIL CONS. DIV.
DIST. 3

Please see attached required documentation per BLM guidelines

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct.

Signed Philana Thompson Philana Thompson Title Regulatory Compliance Spec. Date 1/25/2010

(This space for Federal or State Office use)

APPROVED BY

Title

Date

CONDITION OF APPROVAL, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Merrion Oil & Gas Corporation

Well_Name: JAZZ COM # 002

API #: 3004532115

Location: M-21-26N-11W , 680 FSL, 1680 FWL

Lat:36.4681576152 **Long:**-108.012538674

County: San Juan

Land Type: Federal

Lease: NMSF-078899

Well Type: Gas

Spud Date:8/27/2006

Elevation GL: 6206 **Depth TVD:** 1549

Formation: Basin Fruitland Coal

Total acreage: 320

Well_Name: Blackrock C # 001E

API #: 3004534306

Location: N-21-26N-11W , 680 FSL, 1680 FWL

Lat:36.4683758601 **Long:**-108.012748369

County: San Juan

Land Type: Federal

Lease: NMSF-078899

Well Type: Gas

Spud Date:1/16/2008

Elevation GL: 6208 **Depth TVD:** 6300

Formation: Basin Dakota & Gallegos Gallup (DHC 2888AZ)

Total acreage: 320 & 80