

Susana Martinez

Governor

Brett F. Woods, Ph.D. Acting Cabinet Secretary

Daniel Sanchez Acting Division Director Oil Conservation Division



February 28, 2011

Merit Energy Co. LLC ATT: Cindy Chavez 13727 Noel Road, Suite 500 Dallas, TX 75240

RECEIVED

MAR 02 2011 **HOBBSOCD**

RE: CANCELLATION OF INTENT TO DRILL

> State A A/c 2 #97-O, 5-22s-36e, 30-025-39177 State A A/c 2 #98-P, 5-22s-36e, 30-025-39178 State A A/c 2 #99-B, 9-22s-36e, 30-025-39179 State A A/c 2 #96- I, 5-22s-36e, 30-025-39252

Gentlemen:

Twenty-four months or more have elapsed since Division Form C-101, Notice of Intent to Drill the Subject well was approved. To date no progress reports, form C-103, have not been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location

If drilling has been done, please file subsequent reports of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Larry Hill

District I Supervisor

Cancel 30.025-39179

CC:

OCD /Santa Fe OCD/Hobbs

BLM

State Land Office