

1. Operator Name and Address MERRION OIL & GAS CORP 610 REILLY AVE FARMINGTON , NM 874012634		2. OGRID Number 14634
		3. API Number 30-045-34748
4. Property Code 37222	5. Property Name GLADE PARK	6. Well No. 002

UL - Lot K	Section 9	Township 29N	Range 13W	Lot Idn K	Feet From 1561	N/S Line S	Feet From 2012	E/W Line W	County SAN JUAN
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BASIN FRUITLAND COAL (GAS)	71629
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9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 5326
14. Multiple N	15. Proposed Depth	16. Formation Fruitland Coal	17. Contractor	18. Spud Date 8/1/2008
Depth to Ground water 26		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mls thick      Clay <input type="checkbox"/> Pit Volume:      bbls      Drilling Method: Closed Loop System <input checked="" type="checkbox"/> Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	120	89	0
Prod	7.875	5.5	15.5	1300	169	0

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Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	2000	2000	

Conditions of Approval Attached

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
District IV  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Form C-102  
Permit 77235

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-045-34748	2. Pool Code 71629	3. Pool Name BASIN FRUITLAND COAL (GAS)
4. Property Code 37222	5. Property Name GLADE PARK	6. Well No. 002
7. OGRID No. 14634	8. Operator Name MERRION OIL & GAS CORP	9. Elevation 5326

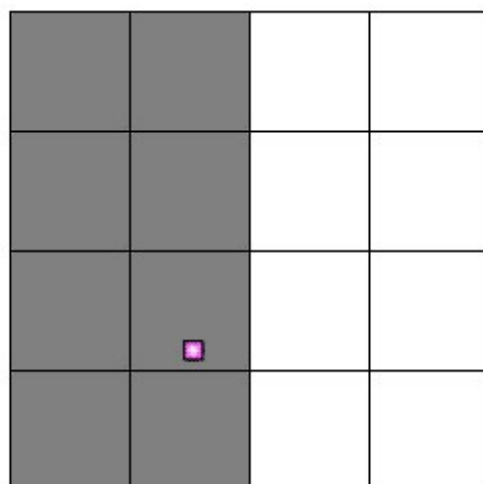
10. Surface Location

UL - Lot K	Section 9	Township 29N	Range 13W	Lot Idn	Feet From 1561	N/S Line S	Feet From 2012	E/W Line W	County SAN JUAN
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11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 320.00	13. Joint or Infill	14. Consolidation Code	15. Order No.						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

*I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.*

E-Signed By: Esther Greyeyes  
Title: Production Tech  
Date: 6/19/2008

SURVEYOR CERTIFICATION

*I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.*

Surveyed By: Gerald Huddleston  
Date of Survey: 5/8/2008  
Certificate Number: 6844

# Permit Conditions of Approval

Operator: MERRION OIL & GAS CORP , 14634

Well: GLADE PARK #002

API: 30-045-34748

OCD Reviewer	Condition
SHAYDEN	Pit, closed loop system, below grade tank, proposed alternative method or closure plan to be designed, applied for, constructed, operated and closed pursuant to NMOC Rule 19.15.17, effective 6/16/2008.