STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

April 6, 1983

TONEY ANAYA GOVERNOR POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Merrion Oil & Gas Corporation P. O. Box 1017 Farmington, New Mexico 87499

Attention: Steve S. Dunn

Administrative Order NSL-1682

Gentlemen:

Reference is made to your application for a non-standard location for your Annie Well No. 3 to be located 2160 feet from the North line and 1940 feet from the East line of Section 10, Township 23 North, Range 6 West, NMPM, Gallup Oil, Rio Arriba County, New Mexico.

By authority granted me under the provisions of Rule 104 F of the Division Rules and Regulations, the above-described unorthodox location is hereby approved.

Sincerely

JOE D. RAMEY,

Director

JDR/RLS/dr

CC: Oil Conservation Division - Aztec
Oil & Gas Engineering Committee - Hobbs
Minerals Management Service - Farmington