STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

December 3, 1987

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Merrion Oil and Gas Corporation P.O. Box 840 Farmington, NM 87499

Attention: Steven S. Dunn, Operations Manager

Administrative Order NSL-2445

Dear Mr. Dunn:

Reference is made to your application for a non-standard location for your Silky Sullivan Well No. 1 to be located 1670 feet from the North line and 2290 feet from the West line of Section 15, Township 21 North, Range 7 West, NMPM, Wildcat Pictured Cliff and Chacra Gas Pools, Sandoval County, New Mexico. The NW/4 of said Section 15 shall be dedicated to the well.

By authority granted me under the provisions of Rule 104 F(I), the above-described unorthodox location is hereby approved.

Sincerely,

WILLIAM J. LeMAY,

Director

WJL/DRC/ag

cc: Oil Conservation Division - Aztec