

MERRION

OIL & GAS

September 13, 1999

State of New Mexico
Oil Conservation Division
P.O. Box 6429
Santa Fe, New Mexico 87505

RE: Cancellation of Case 12217
Application for Compulsory Pooling: T31N, R8W, NMPM
Section 2: N/2
San Juan County, NM

Ladies and Gentlemen:

This is to respectfully request that the Application of Merrion Oil & Gas Corporation for Compulsory Pooling, San Juan County, Case 12217, be cancelled.

We are pleased to report that all parties have come to an agreement regarding communitization of the subject lands.

Your cooperation and patience in this matter have been appreciated.

Should you have any questions, please call me at (505) 327-9801, ext. 102.

Yours truly,

MERRION OIL & GAS CORPORATION



David M. DuPree
Land Analyst