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OIL CONSERVATION DIVISION
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September 20, 1993

State of New Mexico
Energy, Minerals and Natural
Resources Department
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

Attn: Michael Stogner, Hearing Examiner

Re: Application of Merrion Oil & Gas Corporation for Compulsory Pooling, San Juan
County, New Mexico, Serendipity No. 1 Well, Case No. 10800

Gentlemen:

Merrion Oil & Gas Corporation hereby requests that its application in the above-referenced case be dismissed. All owners of leasehold operating rights within the spacing and proration unit established for the subject well have voluntarily committed their interests to the recompletion operation.

Thank you for your cooperation in this matter.

Sincerely,


Tommy Roberts

TR:mkc

cc: Merrion Oil & Gas Corp.
P.O. Box 840
Farmington, New Mexico 87499
Attn: George Sharpe



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

October 19, 1993

Tansey, Rosebrough, Gerding
& Strother
Attornys at Law
P. O. Box 1020
Farmington, New Mexico 87499

RE: CASE NO. 10800
Order No. R-9991

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sally Martinez
Sally E. Martinez
Administrative Secretary

FD/sl

cc: BLM - Farmington
OCD Aztec Office



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

November 3, 1993

ANITA LOCKWOOD
CABINET SECRETARY

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SANTA FE, NEW MEXICO 87504
(505) 827-5800

Merrion Oil and Gas Corporation
P.O. Box 840
Farmington, NM 87499-0840

Attention: Steven S. Dunn

Administrative Order NSL-3326

Dear Mr. Dunn:

Reference is made to your application dated September 16, 1993, for a non-standard Basin-Fruitland coal gas well location for your existing Serendipity Well No. 1 which was drilled in 1983 and completed in the Bisti-Lower Gallup Oil Pool at a standard oil well location 1650 feet from the South line and 2310 feet from the East line (Unit J) of Section 26, Township 26 North, Range 13 West, NMPM, San Juan County, New Mexico.

It is my understanding that the Bisti-Lower Gallup zone was properly plugged back and recompleted to the Basin-Fruitland Coal Gas Pool in December 1992, and pursuant to the Special Rules and Regulations for the Basin-Fruitland Coal Gas Pool as promulgated by Division Order No. R-8768, as amended, said location is now unorthodox. Further, the E/2 of said Section 26 shall be dedicated to the well forming a standard 320-acre gas spacing and proration unit for said pool.

By the authority granted me under the provisions of Rule 8 of said Division Order No. R-8768, as amended, the above-described unorthodox coal gas well location is hereby approved.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/amg

cc: Oil Conservation Division - Aztec
US Bureau of Land Management - Farmington
File: Case No. 10800