

MERRION

OIL & GAS

August 3, 1993

Mr. Rod Markham
1500 Broadway, Suite 1212
Lubbock, TX 79401

CERTIFIED MAIL
P 081 445 109

RE: Force-Pool Hearing
Osborn #1 Recompletion
San Juan County, NM

Dear Mr. Markham:

Pursuant to your letter of August 2, 1993, Merrion Oil & Gas has also decided to proceed with force-pool hearings in regards to the above captioned well.

Enclosed is a copy of the letter sent to the NMOCD asking for a hearing date of August 26, 1993, at which time you will be allowed to state your case and let the OCD decide what further actions will take place.

If you have any questions, or require additional information in this regard, please feel free to call me.

Yours Truly,

MERRION OIL & GAS CORPORATION



Crystal Williams
Landman

Enclosure

NMOCD Examiner Hearing
August 26, 1993
Application of Merrion Oil & Gas
Case #: 10801
Exhibit # 4

MERRION OIL & GAS CORPORATION

610 REILLY AVE. • P. O. BOX 840

FARMINGTON, NEW MEXICO 87499

August 2, 1993

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

FAXED & MAILED

RE: Application for Compulsory Pooling
Merrion Oil & Gas Corporation
SW/4 of Section 22, T30N, R12W, N.M.P.M.
San Juan County, New Mexico

Gentlemen:

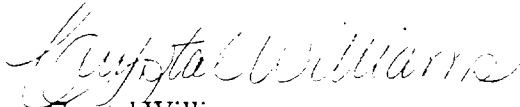
Please consider this letter the formal application of Merrion Oil & Gas Corporation for an order of the New Mexico Oil Conservation Division force-pooling all mineral interests from the surface of the earth to the base of the Fruitland Sand formation underlying the SW/4 of Section 22, Township 30 North, Range 12 West, N.M.P.M., San Juan County, New Mexico, forming a standard 160.00 acre gas spacing and proration unit for the Undesignated Fruitland Sand Pool to be dedicated to the Osborn No. 1 Well to be recompleted in the Fruitland Sand formation at a standard gas well location 790 feet from the south line and 900 feet from the west line of said Section 22. Merrion Oil & Gas Corporation requests that such order designate Merrion Oil & Gas Corporation as the operator of the proposed recompletion operation, and that it provide for the recovery by the joining working interest owners of the costs of recompleting, equipping and operating the well, together with a reasonable charge for risk involved in recompleting the well. In addition, Merrion Oil & Gas Corporation requests that the order establish a reasonable charge for the supervision of the well during the recompletion and production stages.

Please place this application on the August 26, 1993 docket of the New Mexico Oil Conservation Division.

Enclosed are two additional copies of this letter application. Please advise should you require any additional information.

Yours Truly,

MERRION OIL & GAS CORPORATION


Crystal Williams
Landman

xc: Supervisor, District III Office
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

