

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary Lori Wrotenbery Director Oil Conservation Division ADMINISTRATIVE ORDER OLS-190

Marathon Oil Company P.O. Box 552 Midland, Texas 79702-0552

Attention: Ms. Ginny Larke

Marathon Oil Company ("Applicant") is hereby authorized to transport off-lease hydrocarbon liquids produced from those wells (with associated acreage and producing pools), listed in detail on the Applicant's Exhibit #2. For each well listed on Exhibit #2, the producing pool approved by this Order shall be that pool actually producing at this date for that well, notwithstanding those pools actually listed on Exhibit #2.

The new storage point for liquids shall be the Marathon Oil Company Central Facility located in Unit D, Section 1, Township 21 South, Range 23 East, NMPM, Eddy County, New Mexico.

In addition, all commingled liquid storage points approved previously by Division Orders PLC-124C, PLC-144A, PLC-175A, CTB-482A, and CTB-484, are hereby superceded by this order. The portions of these previously issued Orders not in conflict with this Order are still in force and effect. Separate and accurate measurement of hydrocarbons is still required for each "lease" as defined in Rule 303.B.(2)(a).

The Applicant shall notify the Artesia district office of the Division prior to implementation of this off lease storage.

Approval is also required from the Bureau of Land Management and the State Land Office.

DONE at Santa Fe, New Mexico, on this 8th day of December 2003.

LORI WROTENBERY, Division Director

LW/wvjj

cc: Oil Conservation Division - Artesia
Bureau of Land Management - Carlsbad
State Land Office - Minerals Management Division
Files: PLC-124, PLC-144, PLC-175, CTB-482, and CTB-484