STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

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2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

November 10, 1994

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

Attention: Meftah Tiss

Administrative Order SD-94-1.1

Dear Mr. Tiss:

Reference is made to your application dated July 15, 1994. Marathon Oil Company ("Marathon") is hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 320.56-acre gas spacing and proration unit ("GPU") comprising the S/2 SW/4 of Section 32, Township 19 South, Range 37 East, NMPM and Lots 3 and 4 (N/2 NW/4 equivalent), the S/2 NW/4, and the N/2 SW/4 of Section 5, Township 20 South, Range 37 East, NMPM, all in Lea County, New Mexico (Division Order No. R-576, dated February 9, 1955) from the following seven five wells:

- the existing Bertha Barber Well No. 11 (API No. 30-025-05916) located at a previously approved unorthodox gas well location (also authorized by said Order No. R-576) 990 feet from the North line and 330 feet from the East line (Unit D) of said Section 5;

- the existing Bertha Barber Well No. 4 (API No. 30-025-05909) located at a previously approved unorthodox gas well location [Division Administrative Order NSL-3203(SD), dated November 30, 1992 and corrected on December 5, 1992] 1980 feet from the South and West lines (Unit K) of said Section 5;

- the existing Bertha Barber Well No. 6 (API No. 30-025-05911) located at a previously approved unorthodox gas well location [Division Administrative Order NSL-3203-A(SD), dated December 29, 1992] 1980 feet from the South line and 660 feet from and West line (Unit L) of said Section 5; Administrative Order SD-94-1.1 Marathon Oil Company November 10, 1994 Page 2

> - the existing Bertha Barber Well No. 8 (API No. 30-025-05913) to be recompleted up-hole from the Eunice-Monument Grayburg San Andres Pool and located at a standard Eumont gas well location 1980 feet from the North line and 660 feet from and West line (Unit E) of said Section 5;

> - the existing Bertha Barber Well No. 13 (API No. 30-025-32384) located at a standard Eumont gas well location 330 feet from the South line and 1980 feet from and West line (Unit N) of said Section 32;

> - the newly drilled Bertha Barber Well No. 14 (API No. 30-025-32385) located at a standard Eumont gas well location 330 feet from the South line and 730 feet from and West line (Unit M) of said Section 32; and,

> - from the proposed Bertha Barber Well No. 15 (API No. 30-025-32532) to be drilled at a standard Eumont gas well location 990 feet from the North line and 1980 feet from and West line (Lot 3/Unit C) of said Section 5.

Further, Marathon is permitted to produce the allowable assigned said non-standard 320.56-acre GPU from all seven wells in any proportion.

Sincerely, 00 William J. LeMay Director WJL/MES Oil Conservation Division - Hobbs cc: NSL-3203(SD) File: NSL-3203-A(SD) SD-94-1