

**ERNEST L. PADILLA**  
ATTORNEY AND COUNSELOR AT LAW

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November 8, 1983

HAND-DELIVERED

Richard L. Stamets  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87501

Case 7973

NOV 9 1983

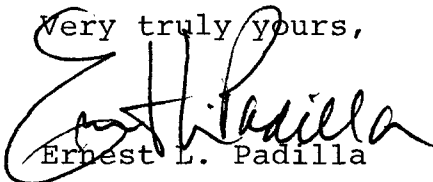
RE: Application of Santa Fe Exploration Company  
for Amendment of Order No. R-7377

Dear Mr. Stamets:

Enclosed please find a copy of a letter from Marathon Oil Company to Santa Fe Exploration Company stating Marathon's intentions not to object to inclusion of the Devonian formation in Order R-7377 so long as spacing requirements are 320 acres. The order, I believe, limits force-pooling to those formations requiring 320 acres.

Please call me if you have any questions.

Very truly yours,

  
Ernest L. Padilla

ELP/bv

Enc

cc: Santa Fe Exploration Company  
William F. Carr, Esq.



**Marathon  
Oil Company**

P.O. Box 552  
Midland, Texas 79702  
Telephone 915/682-1626

October 25, 1983

Santa Fe Exploration Co.  
P. O. Box 1136  
Roswell, New Mexico 88201

Attention: Mr. William A. McAlpine, Jr.

Gentlemen:

Re: Our Lease NM-1065 - State E-2444  
W/2 SE/4 Section 18,  
T-18-S, R-34-E, N.M.P.M.,  
Lea County, New Mexico

Reference is made to your letter of October 13, 1983 concerning the above-captioned acreage and the possibility of your subject well continuing past the Morrow formation to the Devonian formation.

Marathon is agreeable that the Devonian gas be given the same terms as the Morrow gas and that Devonian oil be given the same terms as Bone Spring-Wolfcamp oil.

Yours very truly,

MARATHON OIL COMPANY

John P. Duddleston  
District Landman

JPD:mmc'