

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



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY



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

November 10, 1994

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

Attention: L. N. Hoover

Administrative Order SD-94-3.1

Dear Mr. Hoover:

Reference is made to your application dated November 2, 1994. Marathon Oil Company ("Marathon") is hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit ("GPU") comprising the SE/4 of Section 30, Township 19 South, Range 37 East, NMPM, Lea County, New Mexico (Division Administrative Order NSP-36, dated December 15, 1954), from the following three wells:

- the existing Elliott State Well No. 4 (API No. 30-025-05756) located at a standard gas well location 660 feet from the South and East lines (Unit P) of said Section 30;
- the existing Elliott State Well No. 6 (API No. 30-025-32381) located at a standard gas well location 1740 feet from the South line and 1980 feet from the East line (Unit J) of said Section 30; and,
- from the proposed Elliott State Well No. 7 to be drilled at a standard Eumont gas well location 660 feet from the South line and 1980 feet from and East line (Unit O) of said Section 30.

Administrative Order SD-94-3.1

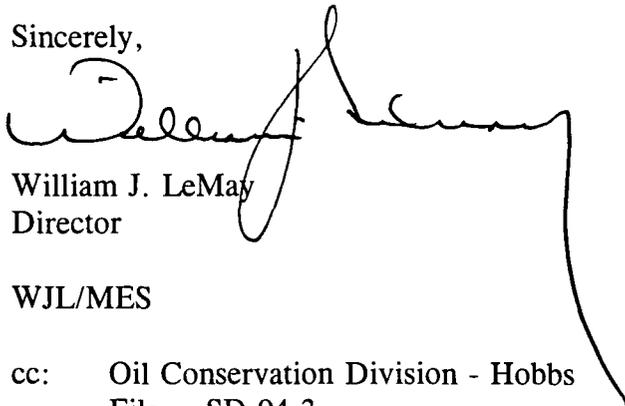
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Further, Marathon is permitted to produce the allowable assigned said non-standard 160-acre GPU from all three wells in any proportion.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay". The signature is fluid and cursive, with a large loop at the end of the last name. It is positioned above the typed name and title.

William J. LeMay
Director

WJL/MES

cc: Oil Conservation Division - Hobbs
File: SD-94-3