



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

October 30, 1998

Marathon Oil Company
P.O. Box 2409
Hobbs, New Mexico 88241-2409

Attention: Mr. Andrew Schwandt

*Edward Mitchusson '4' State No. 1
API No. 30-015-30165
1980 FS and WL
Unit K, Section 4, Township 19 South, Range 28 East, NMPM,
Eddy County, New Mexico.*

~~WJL/AT~~ ~~Mitchusson~~-Wolfcamp (96833 - Oil) and
Travis-Upper Penn (59860 - Oil) Pools

Dear Mr. Schwandt:

Reference is made to your recent request to temporarily surface commingle the Mitchusson-Wolfcamp and Travis-Upper Penn Pool production from Marathon's Edward Mitchusson '4' State No. 1 pending the outcome of the application for an amendment to Order CTB-467. My staff has reviewed your request and the same is hereby approved for a period of 60 days, concluding on December 30, 1998.

Production shall be allocated by separately metering the production from each well prior to commingling.

REMARKS: The commingled production shall be stored in the Buchanan No.1 tank battery facility located in Unit Letter 'I', Section 33, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico.

Sincerely,

Lori Wrotenbery
Director

LW/MWA

cc: Oil Conservation Division -- Artesia

October 29, 1998

Mr. Mark Ashley
State of New Mexico
Oil Conservation Division
P.O. Box 2088
Santa Fe, NM 87504-2088

Re: Verification of verbal approval for exemption to Rule 309-A
Surface Lease Commingling

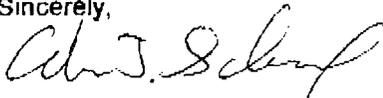
Edward Mitchusson '4' ST. NO. 1
1980' FSL and 1980' FWL
Section 4, T-19-S, R-28-E
Travis Field
Eddy Co., NM.
Travis - Wolfcamp

Mr. Mark Ashley:

This letter is to verify that Greg Muse of Marathon Oil Co. received verbal approval from you on 10-29-98, for the temporary exemption to Rule 309-A. The temporary exemption is for the surface commingling of the Mitchusson Wolfcamp (96833) with the Travis Upper Penn (59860), which is currently surface commingled per Order No. CTB-467. This is understood to be a temporary approval until further review at the public hearing scheduled on the docket for November 19, 1998. The common battery is at the James Buchanan '33' St. No. 1 location. All produced fluids are metered before being commingled, pursuant to all applicable provisions.

If you have any questions or comments, please advise.

Sincerely,



Andrew J. Schwandt
Production Engineer
(505) 393-7106 x216

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|-------------------|--------------|---------|-------------------|------------|---|
| Post-It® Fax Note | 7671 | Date | 10-29 | # of pages | 1 |
| To | Mark Ashley | From | Andy Schwandt | | |
| Co./Dept. | OCO | Co. | Marathon | | |
| Phone # | | Phone # | 505-393-7106 x216 | | |
| Fax # | 505-827-1389 | Fax # | 393-2472 | | |