

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

April 23, 1993

Oil Conservation Division
UIC Program Director
State Land Office Building
P. O. Box 2088
Santa Fe, New Mexico 87504-2088
Attn: Mr. David Catanach

RE: Application for Amendment of Division Order No. SWD-416

Marathon is requesting an amendment to Division Order No. SWD-416, which authorizes Marathon to utilize the Indian Basin Gas Com Well No. 1 located in Unit E of Section 23, Township 21 South, Range 23 East, NMPM, Eddy County, New Mexico, as a disposal well, injection to occur into the Devonian formation from a depth of 10,100 feet to 10,400 feet.

Marathon wishes to amend the order to provide the following:

1. Injection of up to 2,000 MSCFD of acid gas (50% vol H_2S , 50% vol CO_2) into the current salt water stream which is disposed of in the well. The acid gas is a byproduct of gas processing at our Indian Basin Natural Gas Processing facility.

An electric drive compressor would be installed at the gas processing facility to provide the gas injection into the salt water disposal (SWD) line. The compressor and facilities will be manufactured and installed specifically for this acid gas service.

2. All other provisions of Division Order No. SWD-416 shall remain in full force and effect. The current installed SWD line from the gas processing facility to the injection well is high pressure plastic tubing, survey enclosed. The tubing in the well is provided with a plastic lining and will also be compatible with this proposed service.

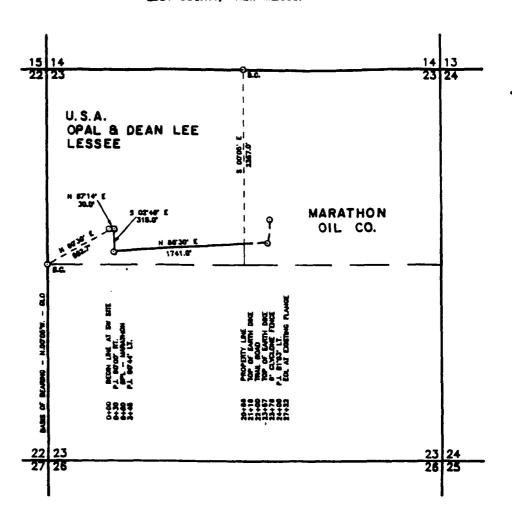
If you have any questions or require additional information concerning this request, please call me at (915) 687-8334. Thank you for your consideration of this matter.

Sincerely,

Robert A. Biernbaum

Operations Superintendent

RAB:EGZ/117/pbf IB/E&HS/ENVILP SECTION 23. TOWNSHIP 21 SOUTH, RANGE 23 EAST, NMPM, EDDY COUNTY, NEW MEXICO.



A PROPOSED PIPELINE RIGHT OF WAY 50 FEET WIDE, 2086.0 FEET OR 0.40 MILES IN LENGTH AND BEING 25 FEET TO THE LEFT AND RIGHT OF THE ABOVE PLATTED CENTERLINE.

I HEREBY CERTIFY THAT THIS PLAT WAS PREPARED FROM FIELD NOTES OF AN ACTUAL SURVEY AND MEETS OR EXCEEDS ALL REQUIREMENTS FOR LAND SURVEYS AS SPECIFIED BY THIS STATE AND THE ABOVE SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLET OF ESSIA PROFESSION AND SUALE

MARATHON OIL COMPANY

A PROPOSED PIPELINE LOCATED IN SECTION 23. TOWNSHIP 21 SOUTH, RANGE 23 EAST, NMPM, EDDY COUNTY, NEW MEXICO.

JOHN W. WEST ENGINEERING COMPANY CONSULTING ENGINEERS & SURVEYORS - HOBBS, NEW MEXICO

| Survey Date: 4-04-91 | | Drawn By: | | G JONES | | |
|---------------------------|----------|------------|------|---------|---|--------|
| Approved By: gli | | Sheet | 1 | of | 1 | Sheets |
| Project Number: 91-04-018 | | File Name: | | MARSWS | | |
| Dote: 4-10-91 | Disk: Cl | 1-17 | 1500 | 1 'al | _ | 1000 |

N.M. P.E. & TEXAS P.L.S.

GARY L JONES N.M. P.S. GARY G. EIDSON TEXAS P.L.S.

No. 4735