



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

June 11, 1996

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88241-2409
Attention: Rick Gaddis

Administrative Order NSP-440-B

Dear Mr. Gaddis:

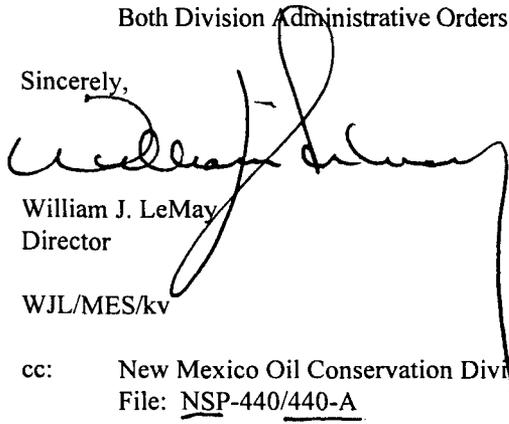
Reference is made to your applications dated May 8 and 13, 1996 to abolish the existing 440-acre non-standard gas spacing and proration unit ("GPU") in the Eumont Gas Pool comprising the NW/4 and S/2 of Section 13, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, which was approved by Division Administrative Order NSP-440, dated August 19, 1958, as amended by Division Administrative Order NSP-440-A, dated September 10, 1958, and currently dedicated to the McDonald State A/C-2 Well No. 26 (API No. 30-025-08909), located at a standard gas well location 1980 feet from the South and East lines (Unit J) of said Section 13, and form the two following described non-standard GPU's for Eumont gas production:

- (a) 160 acres comprising the NW/4 of said Section 13 is to be dedicated to the McDonald State A/C-2 Well No. 35 (API No. 30-025-33397), located at a standard gas well location 1980 feet from the North line and 660 feet from the West line (Unit E); and,
- (b) 120 acres comprising the NW/4 SE/4 and S/2 SE/4 of said Section 13 is to be dedicated to said McDonald State A/C-2 Well No. 26 in Unit "J".

By authority granted me under the provisions of Rule 2(d) of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, the two above-described non-standard gas spacing and proration units are hereby approved.

Both Division Administrative Orders NSP-440 and NSP-440-A shall be placed in abeyance until further notice.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
File: NSP-440/440-A



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2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
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March 21, 1997

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88241-2409
Attention: Rick Gaddis

Administrative Order NSP-440-C

Dear Mr. Gaddis:

Reference is made to your application dated January 27, 1997, for a 160-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 13: SW/4

It is my understanding that this unit is to be dedicated to your proposed McDonald State A/C-2 Well No. 36 (API No. 30-025-33797), to be drilled at a standard gas well location 990 feet from the South line and 1980 feet from the West line (Unit N) of said Section 13.

By the authority granted me under the provisions of **Rule 2(a)4** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, Marathon Oil Company is hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 160 acres.

Sincerely,

by [Signature] Deputy Director

William J. LeMay
Director

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
File: NSP-440/440-A /
NSP-440-B