



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

May 3, 1999

Marathon Oil Company
P. O. Box 2490
Hobbs, New Mexico 88240
Attention: Thomas P. Kacir

Administrative Order NSP-1803

Dear Mr. Kacir:

Reference is made to your application dated April 12, 1999 for a 40-acre non-standard gas spacing and proration unit ("GPU") consisting of the following acreage in the Tubb Oil and Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 11: NE/4 NE/4.

It is my understanding that this unit is to be dedicated to Marathon Oil Company's existing Lou Worthan Well No. 14 (API No. 30-025-25255), located at a standard gas well location for the subject 40-acre GPU 520 feet from the North line and 330 feet from the East line (Unit A) of Section 11.

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 Tubb Oil and Gas Pool," as promulgated by Division Order No. R-8170, as amended, the above-described 40-acre non-standard gas spacing and proration unit is hereby approved. Also, you are hereby permitted to produce the allowable assigned the subject GPU, in accordance with Rule 5 of the pool rules based upon a unit size of 40 acres.

Sincerely,

Lori Wrottenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs