



**Marathon
Oil Company**

RECEIVED

SEP 18 '87

O. C. D.
ARTESIA, OFFICE

Production Operations, United States

P.O. Box 1324
Artesia, New Mexico 88210
Telephone 505/457-2621

September 16, 1987

New Mexico Oil Conservation Commission
P. O. Drawer DD
Artesia, New Mexico 88210

Please be advised that on April 7, 1987, Marathon connected the Lowe State Gas Comm. #2 (Sec. 36, T21S, R23E), which is operated by Broken Hills Production, to the Indian Basin Gas Plant.

Gas deliveries commenced in May, 1987 and was erroneously reported as production from the Lowe State Gas Comm. #1 in the May C-111 report. Production in all subsequent months were properly reported in the C-111. To date, it appears that all production has been booked to the #1 well in the Southeast Gas Proration Schedule.

Please contact me at the letterhead address if you require additional information.

Sincerely,

Stephen D. York
Plant Superintendent