

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE
HEARING CALLED BY THE OIL
CONSERVATION DIVISION FOR
THE PURPOSE OF
CONSIDERING:

NOMENCLATURE
CASE NO. 11816
ORDER NO. R-10893

**APPLICATION OF MARATHON OIL COMPANY FOR THE EXPANSION OF
THE SOUTH DAGGER DRAW-UPPER PENNSYLVANIAN ASSOCIATED POOL
AND THE CONCOMITANT CONTRACTION OF THE INDIAN BASIN-UPPER
PENNSYLVANIAN GAS POOL, APPROVAL OF THREE NON-STANDARD 320-
ACRE GAS PRORATION UNITS, AN UNORTHODOX GAS WELL LOCATION,
AND APPORTIONMENT OF GAS ALLOWABLES, EDDY COUNTY, NEW
MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on July 24, 1997, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 14th day of October, 1997, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) For the South Dagger Draw-Upper Pennsylvanian Associated Pool located in Eddy County, New Mexico:

(a) "*General Rules and Regulations for the Associated Oil and Gas Pools of Northwest and Southeast New Mexico*," as promulgated by Division Order No. R-5353, dated January 17, 1977, caused temporary special rules and