STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

POST OFFICE BOX 2088

STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504

(505) 827-5800

January 6, 1992

BRUCE KING GOVERNOR

> Marathon Oil Company P.O. Box 2409 Hobbs, New Mexico 88240

Attention: Steven P. Guidry

Amended Administrative Order NSL-1781

Dear Mr. Guidry:

Reference is made to your application dated December 12, 1991 to amend Division Administrative Order NSL-1781, dated January 3, 1984, to include Undesignated East Carlsbad Wolfcamp Gas Pool, Undesignated La Huerta Atoka Gas Pool, and Wildcat Strawn Gas production within the provisions of said order.

Under the provisions of Division General Rule 104.F(1) the location of Marathon's Pioneer Federal Com Well No. 1, being 1980 feet from the North line and 1740 feet from the East line (Unit G) of Section 19, Township 21 South, Range 27 East, NMPM, Eddy County, New Mexico is hereby approved.

Further, it is our understanding that the N/2 of said Section 19 is to be dedicated to said well forming a standard 320-acre gas spacing and proration unit for said Wolfcamp, Strawn, and Atoka gas producing intervals.

All provisions of said original Order NSL-1781 shall remain in full force and effect until further notice.

Sincerely, WILLIAM J. LE Director

WJL/MES/jc

cc: Oil Conservation Division - Artesia U.S. BLM - Carlsbad File: DHC-830