STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



POST DEFICE BOX 2088

STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504

(505) 827-5800

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

February 4, 1994

Marathon Oil Company P. O. Box 552 Midland, Texas 79702-0552

Attention: Meftah Tiss

Administrative Order SD-94-2

Dear Mr. Tiss:

Per your application dated December 31, 1993, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 160-acre gas spacing and proration unit comprising the S/2 N/2 of Section 9, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico (Division Order No. R-527-A, dated October 4, 1954), from the existing W. H. Laughlin Well No. 3 (API No. 30-025-06036) located at a standard gas well location 1980 feet from the North and East lines (Unit G) of said Section 9 and from the proposed W. H. Laughlin Well No. 5 (API No. 30-025-32380) to be drilled at a standard gas well location 1980 feet from the North line and 710 feet from the East line (Unit H) of said Section 9.

Further, you are permitted to produce the allowable assigned said non-standard 160-acre unit from both wells in any proportion.

Sincerely,

William J. L ¢Маv Director

WJL/MES/amg

cc: Oil Conservation Division - Hobbs