



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

April 30, 1996

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88241-2409
Attention: Rick Gaddis

Administrative Order SD-96-7

Dear Mr. Gaddis:

Per your application dated April 4, 1996, Marathon Oil Company is hereby authorized to simultaneously dedicate Blinebry Gas Pool production to the existing standard 160-acre gas spacing and proration unit comprising the NE/4 of Section 11, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, from the following two wells:

- the Lou Worthan Well No. 12 (**API No. 30-025-10221**), located 1980 feet from the North line and 560 feet from the East line (Unit H) of said Section 11 (this location is considered to be unorthodox, however Rule 2 of the Special Rules and Regulations for the Blinebry Gas Pool, as promulgated by Division Order No. R-610, "grandfathered" this location in as conforming to the rules); and the
- the Lou Worthan Well No. 4 (**API No. 30-025-10213**), located at a standard gas well location 1980 feet from the North and East lines (Unit G) of said Section 11.

Further, Marathon Oil Company is permitted to produce the allowable assigned the above-described standard 160-acre unit from both wells in any proportion.

Sincerely,

A handwritten signature in black ink, appearing to read "William J. LeMay".

William J. LeMay
Director

WJL/MES/kv

cc: Oil Conservation Division - Hobbs