

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY



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

November 10, 1994

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

Attention: Meftah Tiss

Administrative Order SD-94-4

Dear Mr. Tiss:

Per your application dated August 1, 1994, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 80-acre gas spacing and proration unit comprising the E/2 SW/4 of Section 26, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico (Division Order No. R-534, dated October 4, 1954), from the existing McGrail State Well No. 1 located at a standard gas well location 660 feet from the South line and 1980 feet from the West line (Unit N) of said Section 26 (API No. 30-025-04078) and to the newly drilled McGrail State Well No. 3 located at a standard gas well location 1880 feet from the South line and 1980 feet from the West line (Unit K) of said Section 26 (API No. 30-025-32579).

Further, you are permitted to produce the allowable assigned said non-standard 80-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

cc: Oil Conservation Division - Hobbs