

PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

August 2, 2007

Marathon Oil Corporation P.O. Box 3128 Houston, Texas 77253-3128

Attn: Ms. Wyn M. Emerson

Re: 2007 Plan of Development Indian Hills Unit Eddy County, New Mexico

Dear Ms. Emerson:

The Commissioner of Public Lands has, of this date, approved the referenced Plan of Development. Our approval is subject to like approval by all other appropriate agencies. The possibility of drainage by wells outside the unit area, and the need for further development of the unit may exist; therefore, we may contact you at a later date regarding these possibilities.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS COMMISSIONER OF PUBLIC LANDS

Oil, Gas and Minerals Division

PL/JB/jm xc: Reader File

OCD

BLM

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