KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

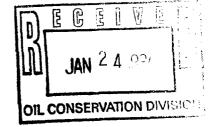
TELEPHONE (505) 982-4285 TELEFAX (505) 982-2047

W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION RECOGNIZED SPECIALIST IN THE AREA OF NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

January 24, 1994



HAND DELIVERED

Mr. William J. LeMay Oil Conservation Division 310 Old Santa Fe Trail, Room 219 P. O. Box 2088 Santa Fe, New Mexico 87501

16914

Re: Stinking Draw No. 1 Well 36-T20-1/2S, R23E, NMPM

Application of Marathon Oil Company

for Compulsory Pooling, including a possible

Unorthodox Well location and a Non-Standard Gas

Proration and Spacing Unit, Eddy County, New Mexico

Dear Mr. LeMay:

On behalf of Marathon Oil Company, please find enclosed our application for compulsory pooling, including a possible non-standard proration unit, which we request be set for hearing on the Examiner's docket now scheduled for February 17, 1994.

Also enclosed is our proposed notice of publication for this case.

By copy of this letter, including the application, to all affected parties, we are notifying them by certified mail-return receipt requested, that they have the right to appear at the hearing, to make a statement to the Division, to present evidence and cross-examine witnesses either in support of or in opposition to the application.

Oil Conservation Division January 24, 1994 Page 2.

Pursuant to the Division's Memorandum 2-90, all interested parties are hereby informed that if they appear in the case, then they are requested to file a Pre-Hearing Statement with the Division not later than 4:00 pm on Friday, February 11, 1994, with a copy delivered to the undersigned.

~ here

Enclosure

cc: Marathon Oil Company

BY CERTIFIED MAIL-RETURN RECEIPT REQUESTED
All parties listed in Paragraph 7 of the Application