

Mid-Continent Region
Exploration United States



**Marathon
Oil Company**

RECEIVED

P.O. Box 552
Midland, Texas 79702
Telephone 915/682-1626

August 7, 1991

AUG 09 1991

O. C. D.
ARTESIA OFFICE

AIRBORNE EXPRESS

State of New Mexico
Oil Conservation Division
State Land Office Building
310 Old Santa Fe Trail
Santa Fe, New Mexico 87503

Attention: Mr. David Catanach

Re: Application for Authorization to Inject
1980' FNL & 660' FWL Section 23,
T-21-S, R-23-E, N.M.P.M.,
Indian Basin Gas Com Well #1
Conversion to SWD in Devonian Formation
Our Lease NM-4761 - U.S. Lease NM-0384628
Eddy County, New Mexico

Dear David:

In accordance with your conversation with Tim Robertson of our office on August 5, 1991, we are enclosing for administrative approval a C-108 for the captioned. This application will look familiar since you recently approved one for the same well in the Wolfcamp formation which would not take the necessary produced water.

Attachment I to the C-108 reflects that Public Notices have been requested. These will be forwarded to you as soon as available. Also enclosed are copies of certified letters of notification to the BLM as surface owner and to Santa Fe Energy Company as offset leasehold operator (in Section 14). The remaining offsetting leases are Marathon operated.

Should you have any questions regarding the engineering and geological aspects of the enclosed C-108 please contact Robin Tracy or Neal Hoover at the letter-head telephone number.

As soon as you can give us a verbal of special authorization to commence recompletion operations on our own liability, please call me or Tim Robertson.

Thank you for your cooperation.

Very truly yours,

MARATHON OIL COMPANY

A handwritten signature in cursive script, appearing to read 'Mark A. Skrabacz'.

Mark A. Skrabacz
Contract Landman

MAS:mmc '
Encl.