



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

August 22, 2001

Lori Wrotenbery
Director
Oil Conservation Division



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

Attention: Ginny Larke

Re: *Administrative application for an unorthodox subsurface gas well location for Marathon Oil Company's Indian Hills Unit Well No. 1 (API No. 30-015-10066) location within Section 21, Township 21 South, Range 24 East, NMPM, Eddy County, New Mexico.*

Dear Ms. Larke:

This letter acknowledges the receipt of your administrative application dated August 15, 2001 for what appears to be an unorthodox subsurface gas well location in the Upper Pennsylvanian interval for Marathon Oil Company's existing Indian Hills Unit Well No. 1 (**API No. 30-015-10066**) in the SW/4 SW/4 (Unit M) of Section 21, Township 21 South, Range 24 East, NMPM, Eddy County, New Mexico. The Division received your latest correspondence on August 21, 2001, accepts it as an administrative application, and assigned it NMOCD application reference No. *pKRV0-123433433*. Please refer to this number in future correspondence with the Division.

Our preliminary review indicates that the information provided in the application is not sufficient to process an administrative order. The following information is necessary:

- (1) a true and correct copy of the latest NMOCD Form C-102 showing the dedicated acreage for this well and designated pool from which this well's production is attributed; and
- (2) a completed and signed "**Administrative Application Checklist**", which is now mandatory for such filings.

Since the submitted information is insufficient to review, the application was ruled as incomplete on August 22, 2001. Please submit the above stated information by Wednesday, August 29, 2001.

The Division cannot proceed with your application until the required information is submitted. Upon receipt, the Division will continue to process your application. The additional information can be faxed to (505) 476-3471, or mailed to the Division in Santa Fe. If the necessary information is not submitted, your application will be returned to you.

Should you have any questions concerning this matter, please contact me in Santa Fe at (505) 476-3465. Thank you.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division – Artesia
W. Thomas Kellahin, Legal Counsel for Marathon Oil Company - Santa Fe