Rule 2 (c) of the Division's associated pool rules.

By the authority granted me under the provisions of Division Rule 104.F (2) and the applicable provisions of the special rules governing the Indian Basin-Upper Pennsylvanian Associated Pool, the above-described unorthodox surface gas location for the Indian Hills Unit well No. 1 within the W/2 of Section 21 is hereby approved.

Further, the aforementioned well and spacing unit will be subject to all existing rules, regulations, policies, and procedures applicable to the Indian Basin-Upper Pennsylvanian Associated Pool.

Sincerely,

Lori Wrotenbery

Director

LW/MES/ky

cc: New Mexico Oil Conservation Division - Artesia 'U. S. Bureau of Land Management - Carlsbad

W. Thomas Kellahin, Legal Counsel for Marathon Oil Company - Santa Fe