

Mid-Continent Region
Exploration United States



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

August 11, 1989

New Mexico Oil Conservation Division
State Land Office Building
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

OVERNIGHT DELIVERY

Attention: Mr. David Catanach

Re: Bill Fenn Inc.'s Application for Unorthodox Well Location
Our Lease NM-1832 - N. Indian Basin Unit
NM-1797 - Indian Basin Unit
N/2 Section 14, T-21-S, R-23-E,
Our Indian Basin Area
Eddy County, New Mexico

Gentlemen:

Reference is made to Bill Fenn Inc.'s (Fenn) July 24, 1989, Application for Administrative Approval for an unorthodox location for a Strawn formation completion in the Fenn operated Roaring Springs Federal Com No. 1 well located 1650' FNL and 990' FWL of Section 14, T-21-S, R-23-E, N.M.P.M., Eddy County, New Mexico.

Please be advised that upon review of Fenn's Application, Marathon is not opposed to said unorthodox location provided that a 50% penalty is imposed on the allowable for said well.

Should you have any questions concerning the above, please advise.

Very truly yours,

MARATHON OIL COMPANY

A handwritten signature in cursive script, appearing to read 'Steve Daniels'.

Steve Daniels
Landman

SMD:mmc'

*Received
8/14/89*

xc: Mr. C. R. Hubacher
Mr. J. L. Benson
Mr. L. D. Garcia
Bill Fenn Inc.
P. O. Drawer 569
Giddings, TX 78942
Attn: J. L. Bowman