STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

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OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

GARY E. JOHNSON GOVERNOR

JENNIFER SALISBURY CABINET SECRETARY

OCTOBER 2, 1997

ORDER NO. DD-A-5

Mr. Walter J.Ducease Marathon Oil Company P.O. Box 552 Midland, Texas 79702-0552

Re: APD-Dual lateral Bone Flats "12" Fed No.3 SHL- 1980' FSL & 660' FEL SEC. 12, T-21s, R-23e Eddy County, New Mexico

Dear Mr.Ducease:

Marathon is hereby authorized to drill the Bone Flats "12" Fed no.3 as a dual lateral. Additional State approval is not required as long as both bottom hole locations are within the set back rules (1650' from end and 660' from side boundaries).

OIL CONVERSATION DIVISION

Germ L.

TIM W. GUM DISRTICT II SUPERVISOR.

811 S. First St.

88210 ARTESIA, NM

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