

current corresponding maximum gas allowable provides for 9,800 MCF of gas per day for each 320-acre unit (gas/oil ratio limitation of 7,000 to one times the top oil allowable of 1,400 BOPD which equals 9,800 MCFPD).

(3) The Indian Basin-Upper Pennsylvanian Gas Pool currently comprises the following described area in Eddy County, New Mexico:

TOWNSHIP 21 SOUTH, RANGE 23 EAST, NMPM

Sections 3 and 4:	All
Sections 8 through 10:	All
Sections 15 through 30:	All
Sections 32 through 36:	All

TOWNSHIP 21 SOUTH, RANGE 24 EAST, NMPM

Sections 19 through 21:	All
Sections 28 through 32:	All

TOWNSHIP 22 SOUTH, RANGE 23 EAST, NMPM

Sections 1 through 5:	All
Sections 8 through 17:	All
Section 21:	N/2
Section 22:	All.

(4) The Indian Basin-Upper Pennsylvanian (Prorated) Gas Pool is governed currently by the "*General Rules and Regulations for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Indian Basin-Upper Pennsylvanian Gas Pool*," as promulgated by Division Order No. R-8170, as amended, which require standard 640-acre spacing and proration units ("GPU") with wells to be located no closer than 1650 feet from the outer boundary of the section nor closer than 330 feet from any internal governmental quarter-quarter section line or subdivision inner boundary.

(5) The applicant in this matter, Marathon Oil Company ("Marathon"), seeks an order extending the horizontal limits of the South Dagger Draw-Upper Pennsylvanian Associated Pool in Eddy County, New Mexico to include therein: