



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

July 13, 2000

Lori Wrotenbery
Director
Oil Conservation Division

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

Attention: Mr. Jerry Fletcher

Re: Form C-107-A
Jicarilla Apache No. 3

D-34-26N-5W



Dear Mr. Fletcher:

I have reviewed your application to downhole commingle South Blanco-Pictured Cliffs and Otero-Chacra Pool production within the Jicarilla Apache No. 3, and have determined that additional information will be required prior to processing this application. Your application seeks to allocate 80 percent of the gas to the South Blanco-Pictured Cliffs Gas Pool and 20 percent to the Otero-Chacra Gas Pool. The only production data contained in your application is a production plot from the Otero-Chacra Gas Pool.

Please provide production data to support your proposed production allocation as required by Form C-107-A. Your application will be reconsidered after receipt of this data.

If you should have any questions, please contact me at (505) 827-8184.

Sincerely,

David Catanach
Engineer

Xc: OCD-Aztec
Bureau of Land Management-Farmington