



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

August 7, 1995

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

Attention: R. A. Biernbaum

Administrative Order NSL-3558(NSP)

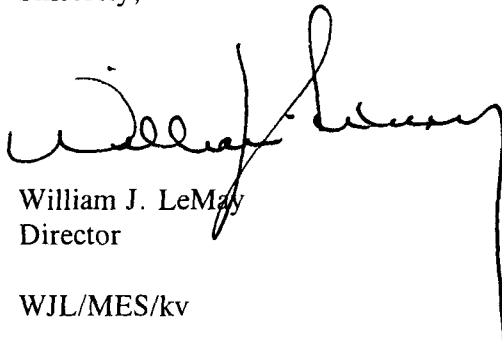
Dear Mr. Biernbaum:

Reference is made to your application dated July 25, 1995 for an unorthodox gas well location in the Indian Basin-Upper Pennsylvanian Gas Pool for your proposed Indian Hills Unit Well No. 5. Said well to be drilled 1182 feet from the South line and 1545 feet from the West line (Lot 14/Unit N) of Section 33, Township 21 South, Range 24 East, NMPM, Eddy County, New Mexico.

All of said irregular Section 33 being a non-standard 682.88-acre gas spacing and proration unit for said pool is to be dedicated to said well.

By the authority granted me under the provisions of RULES 3 and 5 of the "*Special Rules and Regulations for the Indian Basin-Upper Pennsylvanian Gas Pool*", as promulgated by Division Order No. R-2440, as amended, the above-described unorthodox gas well location and non-standard gas spacing and proration unit are hereby approved.

Sincerely,



William J. LeMay
Director

WJL/MES/kv

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