

SD ~~ASP~~ 4/28/99

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Application to Simultaneously Dedicate
Blinebry Oil & Gas Pool Production

Lou Worthan Well No. 5
Unit Letter 'C', 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
Unit Letter 'E', 1905' FNL & 440' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 19
Unit Letter 'D', 680' FNL & 880' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico



Mr. Michael Stogner
State of New Mexico
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Marathon Oil Company respectfully requests authorization to simultaneously dedicate Blinebry Oil & Gas Pool Production to a 160 acre gas proration unit. This gas proration unit will be comprised of the NW/4 of Section 11, T-22-S, R-37-E in Lea County, New Mexico.

Currently Administrative Order NSL-1261 apply to Lou Worthan Well No. 9 for a non-standard location of a gas well. A recent workover/recompletion on Lou Worthan Well No. 19 has made it a Blinebry gas well. The wells on this lease to be simultaneously dedicate to this standard gas proration unit for the Blinebry Oil & Gas Pool Production are:

- Lou Worthan Well No. 5 API No. 30-025-10214
- Lou Worthan Well No. 9 API No. 30-025-10218
- Lou Worthan Well No. 19 API No. 30-025-29469

This lease has 320 acres. A Blinebry Pool oil well (Lou Worthan Well No. 4, API No. 30-025-10213) has 40 acres dedicated to it in the SW portion of the NE/4 portion of Section 11. The other 120 acres in the NE/4 of Section 11, is simultaneously dedicated to another Blinebry Gas Proration Unit Pool which includes Lou Worthan Well No. 12, API No. 30-025-10221 and Lou Worthan Well No. 21, API No. 30-025-33426.

Marathon also request a 30 day exception for theses well while awaiting approval. Attached are C-102's for each well showing the locations and footage for the three wells. Also we have sent this same information to the offset operators. If you have any questions or have need of additional data, please contact me at (505) 393-7106 ext. 201.

Sincerely,

Thomas P. Kacir

Thomas P. Kacir
Production Engineer

OFFSET OPERATORS
Lease NM - 377 -
Lou Worthan
N/2 Section 11,
T-22-S, R-37-E, N.M.P.M.
Lea County, New Mexico
Drinkard Field

T-22-S, R-37-E

Section 2:

Exxon Corporation
P.O. Box 4697
Houston, Texas 77210-4697

Section 3:

John H. Hendrix Corp.
223 West Wall Ste. 525
Midland, Texas 79701

Section 10:

Chevron USA Inc.
P.O. Box 1150
Midland, Texas 79702

Texaco Exploration & Production Co., Inc.
P.O. Box 3109
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Collins and Ware
508 W. Wall Ste. 1200
Midland, Texas 79701

Section 11:

Apache Corp.
2000 Post Oak Blvd. #100
Houston, Texas 77056-4400

John H. Hendrix Corp.

Section 12:

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Section 1:

John H. Hendrix Corp.

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 S. 1st Street, Artesia, NM 88210-2834
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-10214	² Pool Code 72480	³ Pool Name Blinebry Oil & Gas
⁴ Property Code 6488	⁵ Property Name Lou Worthan	⁶ Well Number 5
⁷ OGRID No. 014021	⁸ Operator Name Marathon Oil Company	⁹ Elevation GL: 3353'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County
C	11	22-S	37-E		660	North	1980	West	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County

¹² Dedicated Acres 160	¹³ Joint or Infill Y	¹⁴ Consolidation Code	¹⁵ Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON--STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	<p>¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Thomas P. Kacir</i> _____ Signature Thomas P. Kacir _____ Printed Name Production Engineer _____ Title 3/31/99 _____ Date</p>

District I
 PO Box 1980, Hobbs, NM 88241-1980
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 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals & Natural Resources Department

Form C-102
 Revised October 18, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-10218	² Pool Code 72480	³ Pool Name Blinebry Oil & Gas
⁴ Property Code 6488	⁵ Property Name Lou Worthan	
⁷ OGRID No. 014021	⁸ Operator Name Marathon Oil Company	⁶ Well Number 9
⁹ Elevation GL: 3366'		

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County
E	11	22-S	37-E		1905	North	440	West	Lea

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	<p>¹⁸ SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>_____ Date of Survey Signature and Seal of Professional Surveyer: _____ Certificate Number</p>	
<p>Proration unit</p>	<p>Lease Boundary</p>	

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 2040 South Pacheco
 Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-29469		² Pool Code 72480		³ Pool Name Blinebry Oil & Gas	
⁴ Property Code 6488		⁵ Property Name Lou Worthan			⁶ Well Number 19
⁷ OGRID No. 014021		⁸ Operator Name Marathon Oil Company			⁹ Elevation GL: 3368'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County
D	11	22-S	37-E		680	North	880	West	Lea

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Proration Unit

Lease Boundary

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

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1000 Rio Brazos Rd., Aztec, NM 87410

Form C-116
Revised 1/1/89

GAS - OIL RATIO TEST

Operator		Pool		County										
Marathon Oil Company		Blinberry Oil & Gas (gas)		Lea										
Address		TYPE OF TEST - (X)		Completion										
P.O. Box 2490 Hobbs, NM 88241		Scheduled <input type="checkbox"/>		Special <input checked="" type="checkbox"/>										
LEASE NAME	WELL NO.	LOCATION			DATE OF TEST	CHOKE SIZE	TBG. PRESS.	DAILY ALLOW-ABLE	LENGTH OF TEST HOURS	PROD. DURING TEST			GAS-OIL RATIO CU.FT./BBL	
		U	S	T						R	WATER BBL'S.	GRAV. OIL		OIL BBL'S.
Lou Worthan	5	C	11	22	37	3/1/99	F	165	M	24	0	20	1299	64,950
	9	E	11	22	37	3/6/99	P	200	M	24	4	1	579	579,000
	19	D	11	22	37	3/27/99	P	350	M	24	14	10	632	63,200

For Information Only

Instructions:

During gas-oil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the pool in which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that well can be assigned increased allowables when authorized by the Division.

Gas volumes must be reported in MCF measured at a pressure base of 15.025 psia and a temperature of 60°F. Specific gravity base will be 0.60.

Report casing pressure in lieu of tubing pressure for any well producing through casing.

(See Rule 301, Rule 1116 & appropriate pool rules.)

I hereby certify that the above information is true and complete to the best of my knowledge and belief.

Thomas P. Kacir
Signature

Thomas P. Kacir
Printed name and title
Production Engineer

April 6, 1999
Date
393-7106
Telephone No.

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Apache Corp.
2000 Post Oak Blvd. #100
Houston, Texas 77056-4400

RE: Application to Simultaneously Dedicate
Blinbry Oil & Gas Pool Production

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Unit Letter D, 680' FNL & 880' FWL
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Ladies and/or Gentlemen:

Marathon Oil Company has filed an application with the New Mexico Oil Conservation division to simultaneously dedicate Blinbry Oil & Gas Pool Production to a 160 acre standard gas proration unit. Please find enclosed a copy of the application.

If you are in agreement and waive all objections to the simultaneously dedicated wells, please sign below and mail the original to the NMOCD in the enclosed addressed envelope. Also, please return one copy to Marathon at the letterhead address.

Sincerely,


Thomas P. Kacir
Production Engineer

TPK/
Enclosure

Agreed and accepted this _____ day of _____ 1999

by _____, as representative of

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Chevron USA Inc.
P. O. Box 1150
Midland, Texas 79702

RE: Application to Simultaneously Dedicate
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Oil Company**

P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Collins and Ware
508 W. Wall Ste. 1200
Midland, Texas 79701

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Thomas P. Kacir
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TPK/
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Production Operations, United States



**Marathon
Oil Company**

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Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Exxon Corporation
P. O. Box 4697
Houston, Texas 77210-4697

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**Marathon
Oil Company**

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John H. Hendrix Corp.
223 West Wall Ste 525
Midland, Texas 79701

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Hobbs, New Mexico 88240
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Texaco Exploration & Production Co., Inc.
P. O. Box 3109
Midland, Texas 79702

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<p>Proration unit</p> <p>Lease Boundary</p>	<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Thomas P. Kacir</i></p> <p>Signature Thomas P. Kacir Printed Name Production Engineer Title 4/5/99 Date</p>	
	<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Date of Survey Signature and Seal of Professional Surveyor: Certificate Number</p>	

District I
 PO Box 1980, Hobbs, NM 88241-1980
 District II
 811 S. 1st Street, Artesia, NM 88210-2834
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals & Natural Resources Department

Form C-102
 Revised October 18, 1994
 Instructions on back
 Submit to Appropriate District Office
 State Lease - 4 Copies
 Fee Lease - 3 Copies

OIL CONSERVATION DIVISION
 2040 South Pacheco
 Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-29469		² Pool Code 72480		³ Pool Name Blinebry Oil & Gas	
⁴ Property Code 6488		⁵ Property Name Lou Worthan			⁶ Well Number 19
⁷ OGRID No. 014021		⁸ Operator Name Marathon Oil Company			⁹ Elevation GL: 3368'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County
D	11	22-S	37-E		680	North	880	West	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County

¹² Dedicated Acres 160	¹³ Joint or Infill Y	¹⁴ Consolidation Code	¹⁵ Order No.
--------------------------------------	------------------------------------	----------------------------------	-------------------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>#19 #5</p>	<p>¹⁷ OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i></p> <p><i>Thomas P Kacir</i> Signature Thomas P. Kacir Printed Name Production Engineer Title 4/5/99 Date</p>	
	<p>¹⁸ SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Date of Survey Signature and Seal of Professional Surveyer: Certificate Number</p>	

Proration unit

Lease Boundary

Marathon Oil Co.
Lou Worthan Lease

N/2 Section 11

T-22-5, R-37-E, N.M.P.M.
Lea County, New Mexico



State of New Mexico
 Energy, Minerals and Natural Resources Department
OIL CONSERVATION DIVISION
 2040 Pacheco St.
 Santa Fe, NM 87505

Form C-116
 Revised 1/1/89

Submit 2 copies to Appropriate District Office.
 DISTRICT I
 P.O. Box 1980, Hobbs, NM 88240
 DISTRICT II
 811 S. 1st Street, Artesia, NM 88210-2834
 DISTRICT III
 1000 Rio Brazos Rd., Aztec, NM 87410

GAS - OIL RATIO TEST

Operator		Pool		County											
Marathon Oil Company		Blinberry Oil & Gas (gas)		Lea											
Address		TYPE OF TEST - (X)		Completion		Special									
P.O. Box 2490 Hobbs, NM 88241		Scheduled <input type="checkbox"/>		Completion <input type="checkbox"/>		Special <input checked="" type="checkbox"/>									
LEASE NAME	WELL NO.	LOCATION			DATE OF TEST	CHOKE SIZE	TBG PRESS.	DAILY ALLOW-ABLE	LENGTH OF TEST HOURS	WATER BBL.S.	PROD. DURING TEST			GAS-OIL RATIO CUFT/BBL	
		U	S	T							R	GRAV. OIL	OIL BBL.S.		GAS M.C.F.
Lou Worthan	5	C	11	22	37	3/1/99	F	165	M	24	0		20	1299	64,950
	9	E	11	22	37	3/6/99	P	200	M	24	4		1	579	579,000
	19	D	11	22	37	3/27/99	P	350	M	24	14		10	632	63,200

For Information Only

I hereby certify that the above information is true and complete to the best of my knowledge and belief.

Thomas P. Kacir
 Signature

Thomas P. Kacir
 Printed name and title

Apr 11 6, 1999
 Date

393-7106
 Telephone No.

Instructions:
 During gas-oil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the pool in which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that well can be assigned increased allowables when authorized by the Division.
 Gas volumes must be reported in MCF measured at a pressure base of 15.025 psia and a temperature of 60 °F.
 Specific gravity base will be 0.60.
 Report casing pressure in lieu of tubing pressure for any well producing through casing.
 (See Rule 301, Rule 1116 & appropriate pool rules.)

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Apache Corp.
2000 Post Oak Blvd. #100
Houston, Texas 77056-4400

RE: Application to Simultaneously Dedicate
Blinbery Oil & Gas Pool Production

Lou Worthan Well No. 5
Unit Letter C, 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
Unit Letter E, 1905' FNL & 440' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 19
Unit Letter D, 680' FNL & 880' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Ladies and/or Gentlemen:

Marathon Oil Company has filed an application with the New Mexico Oil Conservation division to simultaneously dedicate Blinbery Oil & Gas Pool Production to a 160 acre standard gas proration unit. Please find enclosed a copy of the application.

If you are in agreement and waive all objections to the simultaneously dedicated wells, please sign below and mail the original to the NMOCD in the enclosed addressed envelope. Also, please return one copy to Marathon at the letterhead address.

Sincerely,


Thomas P. Kacir
Production Engineer

TPK/
Enclosure

Agreed and accepted this _____ day of _____ 1999

by _____, as representative of

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Chevron USA Inc.
P. O. Box 1150
Midland, Texas 79702

RE: Application to Simultaneously Dedicate
Blinebry Oil & Gas Pool Production

Lou Worthan Well No. 5
Unit Letter C, 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
Unit Letter E, 1905' FNL & 440' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

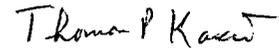
Lou Worthan Well No. 19
Unit Letter D, 680' FNL & 880' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

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Sincerely,


Thomas P. Kacir
Production Engineer

TPK/
Enclosure

Agreed and accepted this _____ day of _____ 1999

by _____, as representative of

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Collins and Ware
508 W. Wall Ste. 1200
Midland, Texas 79701

RE: Application to Simultaneously Dedicate
Blinbry Oil & Gas Pool Production

Lou Worthan Well No. 5
Unit Letter C, 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
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Lea County, New Mexico

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Section 11, T-22-S, R-37-E
Lea County, New Mexico

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Sincerely,


Thomas P. Kacir
Production Engineer

TPK/
Enclosure

Agreed and accepted this _____ day of _____ 1999

by _____, as representative of

Houston Division
Production Operations, United States



**Marathon
Oil Company**

P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Exxon Corporation
P. O. Box 4697
Houston, Texas 77210-4697

RE: Application to Simultaneously Dedicate
Blinebry Oil & Gas Pool Production

Lou Worthan Well No. 5
Unit Letter C, 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
Unit Letter E, 1905' FNL & 440' FWL
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Lea County, New Mexico

Lou Worthan Well No. 19
Unit Letter D, 680' FNL & 880' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

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Sincerely,

Thomas P. Kacir
Thomas P. Kacir
Production Engineer

TPK/
Enclosure

Agreed and accepted this _____ day of _____ 1999

by _____, as representative of

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

John H. Hendrix Corp.
223 West Wall Ste 525
Midland, Texas 79701

RE: Application to Simultaneously Dedicate
Blinbry Oil & Gas Pool Production

Lou Worthan Well No. 5
Unit Letter C, 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
Unit Letter E, 1905' FNL & 440' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

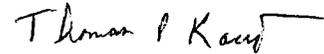
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Unit Letter D, 680' FNL & 880' FWL
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Sincerely,


Thomas P. Kacir
Production Engineer

TPK/
Enclosure

Agreed and accepted this _____ day of _____ 1999

by _____, as representative of

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7106

April 6, 1999

Texaco Exploration & Production Co., Inc.
P. O. Box 3109
Midland, Texas 79702

RE: Application to Simultaneously Dedicate
Blinebry Oil & Gas Pool Production

Lou Worthan Well No. 5
Unit Letter C, 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
Unit Letter E, 1905' FNL & 440' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 19
Unit Letter D, 680' FNL & 880' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Ladies and/or Gentlemen:

Marathon Oil Company has filed an application with the New Mexico Oil Conservation division to simultaneously dedicate Blinebry Oil & Gas Pool Production to a 160 acre standard gas proration unit. Please find enclosed a copy of the application.

If you are in agreement and waive all objections to the simultaneously dedicated wells, please sign below and mail the original to the NMOCD in the enclosed addressed envelope. Also, please return one copy to Marathon at the letterhead address.

Sincerely,

A handwritten signature in cursive script that reads 'Thomas P. Kacir'.

Thomas P. Kacir
Production Engineer

TPK/
Enclosure

Agreed and accepted this _____ day of _____ 1999

by _____, as representative of



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

October 14, 1980

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88240

Attention: Mr. Patrick N. Burton

Amendment
Administrative Order NSL-1261

Gentlemen:

Reference is made to your application for approval of two non-standard locations for your Lou Worthan Well No. 9 located 1905 feet from the North line and 440 feet from the West line of Section 11, and your Lou Worthan Well No. 11 located 1905 feet from the North line and 2055 feet from the West line of said Section 11, both in Township 22 South, Range 37 East, NMPM, Tubb Oil and Gas Pool, Lea County, New Mexico.

By authority granted me under the provisions of Rule 3 of Order No. R-6012, the above-described unorthodox location is hereby approved.

That Order No. R-796 is hereby placed in abeyance.

Sincerely,

JOE D. RAMEY,
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs
Oil & Gas Engineering Committee - Hobbs



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

September 18, 1980

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88240

Attention: Mr. Patrick N. Burton

Administrative Order NSL-1261

Gentlemen:

Reference is made to your application for approval of a non-standard location for your Lou Worthan Well No. 9 located 1905 feet from the North line and 440 feet from the West line of Section 11, Township 22 South, Range 37 East, NMPM, Tubb Oil and Gas Pool, Lea County, New Mexico.

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Sincerely,

JOE D. RAMEY,
Director

JDR/RLS/dr

cc: Oil Conservation Division - Hobbs
Oil & Gas Engineering Committee - Hobbs



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

October 14, 1980

POST OFFICE BOX 3086
STATE LAND OFFICE BUILD
SANTA FE, NEW MEXICO 875
(505) 827-2434

LUIS KING
GOVERNOR

LARRY KEHOE
SECRETARY

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88240

Attention: Mr. Patrick N. Burton

Amendment
Administrative Order NSL-1261

Gentlemen:

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JDR/RLS/dr

cc: Oil Conservation Division - Hobbs
Oil & Gas Engineering Committee - Hobbs

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised October 18, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
311 S. 1st Street, Artesia, NM 88210-2834
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-10218		² Pool Code 72480		³ Pool Name Blinebry Oil & Gas	
⁴ Property Code 6488		⁵ Property Name Lou Worthan			⁶ Well Number 9
⁷ OGRID No. 014021		⁸ Operator Name Marathon Oil Company			⁹ Elevation GL: 3366'

¹⁰ Surface Location

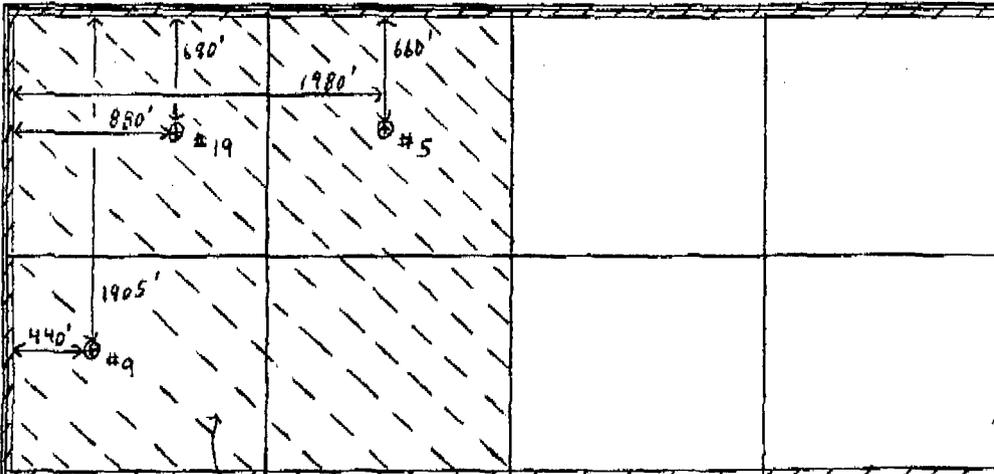
UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County
E	11	22-S	37-E		1905	North	440	West	Lea

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South Line	Feet from the	East/West line	County

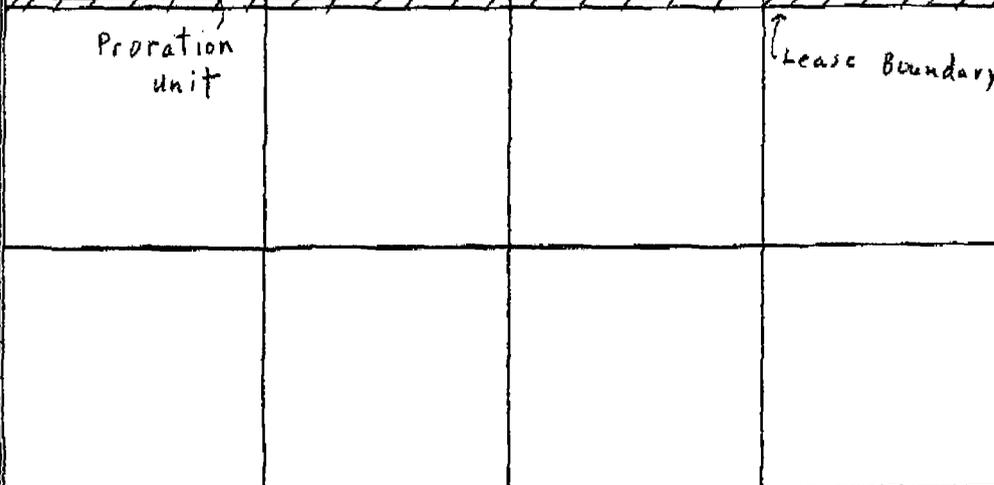
¹² Dedicated Acres 160	¹³ Joint or Infill Y	¹⁴ Consolidation Code	¹⁵ Order No.
--------------------------------------	------------------------------------	----------------------------------	-------------------------

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



¹⁷ OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Thomas P. Kacir
Signature
Thomas P. Kacir
Printed Name
Production Engineer
Title
4/5/99
Date



¹⁸ SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date of Survey
Signature and Seal of Professional Surveyor:

Certificate Number

Houston Division
Production Operations, United States



P.O. Box 2490
Hobbs, New Mexico 88240
Telephone 505/393-7108

April 6, 1999

**Application to Simultaneously Dedicate
Blinebry Oil & Gas Pool Production**

Lou Worthan Well No. 5
Unit Letter 'C', 660' FNL & 1980' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 9
Unit Letter 'E', 1905' FNL & 440' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Lou Worthan Well No. 19
Unit Letter 'D', 680' FNL & 880' FWL
Section 11, T-22-S, R-37-E
Lea County, New Mexico

Mr. Michael Stogner
State of New Mexico
Oil Conservation Division
2040 South Pacheco
Santa Fe, New Mexico 87505

Dear Mr. Stogner:

Marathon Oil Company respectfully requests authorization to simultaneously dedicate Blinebry Oil & Gas Pool Production to a 160 acre gas proration unit. This gas proration unit will be comprised of the NW/4 of Section 11, T-22-S, R-37-E in Lea County, New Mexico.

Currently Administrative Order NSL-1261 apply to Lou Worthan Well No. 9 for a non-standard location of a gas well. A recent workover/recompletion on Lou Worthan Well No. 19 has made it a Blinebry gas well. The wells on this lease to be simultaneously dedicate to this standard gas proration unit for the Blinebry Oil & Gas Pool Production are:

Lou Worthan Well No. 5	API No. 30-025-10214
Lou Worthan Well No. 9	API No. 30-025-10218
Lou Worthan Well No. 19	API No. 30-025-29469

This lease has 320 acres. A Blinebry Pool oil well (Lou Worthan Well No. 4, API No. 30-025-10213) has 40 acres dedicated to it in the SW portion of the NE/4 portion of Section 11. The other 120 acres in the NE/4 of Section 11, is simultaneously dedicated to another Blinebry Gas Proration Unit Pool which includes Lou Worthan Well No. 12, API No. 30-025-10221 and Lou Worthan Well No. 21, API No. 30-025-33426.

Marathon also request a 30 day exception for these well while awaiting approval. Attached are C-102's for each well showing the locations and footage for the three wells. Also we have sent this same information to the offset operators. If you have any questions or have need of additional data, please contact me at (505) 393-7106 ext. 201.

Sincerely,

Thomas P. Kacir

Thomas P. Kacir
Production Engineer



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

July 15, 2001

Lori Wrotenbery
Director
Oil Conservation Division

Marathon Oil Company
P. O. Box 2490
Hobbs, New Mexico 88240
Attention: Thomas P. Kacir

Administrative Order NSP-1842(L)(SD)

Dear Mr. Kacir:

Reference is made to the following: (i) your application dated June 8, 2001; and (ii) the records of the New Mexico Oil Conservation Division ("Division") in Santa Fe: all concerning Marathon Oil Company's request for an 80-acre non-standard gas spacing and proration unit consisting of the following acreage in the Blinebry Oil and Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM
Section 11: N/2 NW/4.

This application has been duly filed under the provisions of: (i) Division Rules 104.F and 104.D (2), revised by Division Order No. R-11231, issued by the New Mexico Oil Conservation Commission in Case No. 12119 on August 12, 1999; (ii) Division Rule 605; and (iii) the "*Special Rules and Regulations for the Blinebry Oil and Gas Pool*", as promulgated by Division Order No. R-8170, as amended.

It is our understanding that this unit is to be simultaneously dedicated to Marathon Oil Company's following two existing wells:

- (1) Lou Worthan Well No. 5 (API No. 30-025-10214), located at a standard gas well location 660 feet from the North line and 1980 feet from the West line (Unit C) of Section 11; and
- (2) Lou Worthan Well No. 19 (API No. 30-025-29469), located at an unorthodox gas well location 680 feet from the North line and 880 feet from the West line (Unit D) of Section 11.

By the authority granted me under the provisions of Division Rules 104.F (2) and 104.D (2), as revised, Division Rule 605.B (2) (b), and the applicable provisions of the special pool rules governing the Blinebry Oil and Gas Pool, the above-described 80-acre non-standard gas spacing and proration unit and resulting unorthodox gas well location for the Lou Worthan Well

Administrative Order NSP-1842(L)(SD)
Marathon Oil Company
July 15, 2001
Page 2

No. 19 is hereby approved.

This newly established 80-acre non-standard spacing and proration unit is to be simultaneously dedicated to the above-described Lou Worthan Wells No. 5 and 19, with allowable assigned thereto in accordance with Rule 5 of the special Blinebry Oil and Gas Pool rules based upon the unit size of 80 acres.

Jurisdiction of this matter shall be further retained for the entry of any such subsequent orders, as the Division may deem necessary.

Sincerely,


Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
File: NSL-1261
SD-99-5 /