

MARATHON OIL COMPANY

PRODUCTION - UNITED STATES AND CANADA

HOUSTON DIVISON

J. O. TERRELL COUCH DIVISION ATTORNEY

JOHN H. BEVAN, JR. WARREN B. LEACH, JR. JACK FARISS ATTORNEYS SOUTHERN NATIONAL BANK BUILDING P. O. BOX 3128 HOUSTON, TEXAS 77001

May 14, 1965

Re: Indian Basin Gas Plant

Indian Basin Area

Eddy County, New Mexico

New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Attention: Mr. Dan S. Nutter

Chief Engineer

Dear Mr. Nutter:

Please refer to my letter to you of April 15, 1965, concerning the above subject. Subsequent to that letter, we discussed this problem by telephone, and you stated that you could not approve the commingling of the raw gas on the lease prior to measurement as we proposed in the operation of dual wells in this field since these pools were to be prorated. Therefore, our engineers reviewed this problem, and we have determined that a revision of the lease facilities could be made economically to resolve your objection. Enclosed are two copies of a plat showing the revised lease facilities which we now propose to use in operating dual wells.

Please advise me if the revised facilities are now satisfactory or if you have any further questions.

Yours very truly,

JHB:LL

Enc.

John H. Bevan, Jr.

