



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

March 21, 1997

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88241-2409
Attention: Rick Gaddis

Administrative Order NSP-440-C

Dear Mr. Gaddis:


Reference is made to your application dated January 27, 1997, for a 160-acre non-standard gas spacing and proration unit consisting of the following acreage in the Eumont Gas Pool:

LEA COUNTY, NEW MEXICO
TOWNSHIP 22 SOUTH, RANGE 36 EAST, NMPM
Section 13: SW/4

It is my understanding that this unit is to be dedicated to your proposed McDonald State A/C-2 Well No. 36 (API No. 30-025-33797), to be drilled at a standard gas well location 990 feet from the South line and 1980 feet from the West line (Unit N) of said Section 13.

By the authority granted me under the provisions of **Rule 2(a)4** of the "*General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool*", as promulgated by Division Order No. R-8170, as amended, Marathon Oil Company is hereby authorized to operate the above-described non-standard gas spacing and proration unit, with allowable assigned thereto in accordance with Rule 5 of said special pool rules based upon the unit size of 160 acres.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs
File: NSP-440/440-A
NSP-440-B /