

**BURNS 34 State No. 1
N/2 Section 34, T-18-S, R-28-E
Eddy County, New Mexico**

**SUMMARY OF OPERATING AGREEMENT OVERHEAD RATES IN
T-18-S, R-28-E, N.M.P.M., EDDY COUNTY, NEW MEXICO**

1. Operating Agreement dated February 6, 1997, Mewbourne Oil Company, Operator, and Marathon Oil Company, et al, Non-Operators, covering S/2 Section 34, T-18-S, R-28-E. Fixed Overhead rates of \$6,000 for drilling wells and \$600 for producing wells. Executed by Marathon on March 27, 1997.
2. Operating Agreement dated November 1, 1996, InterCoast Oil and Gas Company, Operator, and Marathon Oil Company, et al, Non-Operators, covering S/2 of Section 21, T-18-S, R-28-E. Fixed Overhead rates of \$5,828 for drilling wells and \$546 for producing wells. Executed by Marathon on February 19, 1997.
3. Operating Agreement dated July 1, 1997, Marathon Oil Company, Operator, and Yates Petroleum Corporation, Non-Operator, covering W/2 Section 27, T-18-S, R-28-E, N.M.P.M. Fixed overhead rates of \$5400 for drilling wells and \$540 for producing wells. Executed by Yates Petroleum on July 18, 1997.

**BEFORE THE
OIL CONSERVATION COMMISSION**
Case No. 11909 Exhibit No. 6
Submitted By:
Marathon Oil Company
Hearing Date: January 22, 1998

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Summary of Contacts with Working Interest Owners to be Pooled:

Enron - Contact: Mr. Patrick Tower

11/6/97	Enron received well proposal.
11/20/97	Enron received Operating Agreement.
11/21/97	Pat says Enron will go non-consent under the pooling order.
12/22/97	Pat says they will pre-agree to go non-consent if we will give Enron well data.
1/6/98	Work out details of non-consent agreement
1/15/98	Send non-consent agreement to Enron
1/23/98	Pat says letter looks OK to him. He has sent to Legal Department for approval.
2/2/98	Received signed letter from Enron.

BEFORE THE
OIL CONSERVATION COMMISSION
Case No. 11909 Exhibit No. 7
Submitted By:
Marathon Oil Company
Hearing Date: January 22, 1998