



P.O. Box 552
Midland, TX 79702-0552
Telephone 915/682-1626

March 12, 1999

Santa Fe Energy Resources, Inc.
550 W. Texas, Suite 1330
Midland, TX 79701

Re: Off-lease Storage, Measurement, and Sales and Commingling
Marathon Leases: Indian Hills Unit, Indian Hills Unit Gas Com, IB "32" State
Including all of Sections 20, 21, 28, 29, 32 and 33, Township 21 South, Range 24 East
Please refer to Notice of Hearing for Application of Marathon Oil Company for surface
commingling, off-lease measurement and storage, Eddy County, New Mexico.

Gentlemen:

Marathon Oil Company is proposing amending the permit for commingling and off-lease metering, storage, and sales of production from the Indian Hills Unit, Indian Hills Unit Gas Com, and IB "32" State wells (specifically wells #1-Y, #2, & #3). All production will be commingled and allocated using regular well tests. As an interest owner in the subject wells, pursuant to NMOCD rules and regulations, you are required to provide your consent to the proposed commingling of production from these wells. The hearing for this commingling permit amendment has been scheduled for March 18, 1999.

Please indicate your approval by signing in the space below and returning one copy of this letter to this office in the enclosed envelope. The second copy is for your files. Your prompt attention to this matter will be greatly appreciated.

Sincerely,

A handwritten signature in cursive script, appearing to read 'K. W. Tatarzyn'.

K. W. Tatarzyn
Indian Basin Asset Team Manager

vll/wperfect\ib32ltr.wpd

Approved this 15th day of March, 1999

A handwritten signature in cursive script, appearing to read 'D.D. DeCarlo'.

By: D.D. DeCarlo

Title: Attorney-in-Fact

Company: Santa Fe Energy Resources

BEFORE THE
OIL CONSERVATION DIVISION
Case No. 12135 Exhibit No. 6
Submitted By:
Marathon Oil Company
Hearing Date: March 18, 1999