



**Marathon
Oil Company**

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

March 8, 1993

Before The
OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 10703 Exhibit No. 2
Submitted by: Marathon Oil Company
Hearing Date: 4/8/93

Conoco, Inc.
10 Desta Drive West
Midland, Texas 79705-4514

Attn: Mr. Jerry Hoover

RE: Application for Unorthodox Location
Indian Hills State Com No. 5
1,980' FSL and 660' FWL, Section 36, T-20-S, R-34-E
South Dagger Draw (Upper Penn)/Cemetary (Morrow) Fields
Eddy County, New Mexico

Dear Sir:

Marathon is in the process of applying for an unorthodox well location in the Cemetary (Morrow) Field for the drilling of the Indian Hills State Com. No. 5. In accordance with your letter dated September 21, 1992 and accepted by Marathon September 25, 1992, Marathon requests a waiver of objection to this application.

In exchange for Conoco waving all objection to this application, Marathon agrees to provide all logs and test information on the well to Conoco within 25 days of acquisition.

Please indicate your acceptance of this agreement by returning one signed copy to the undersigned.

A handwritten signature in cursive script, appearing to read 'T. N. Tipton'.

T. N. Tipton
Engineering Manger
Midland Operations

Agreed and accepted this 8th day of April, 1993 by
A handwritten signature in cursive script, appearing to read 'Paul Williams'.
as a representative of Conoco, Inc.