



**Southern Business Unit**

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May 9, 2007

New Mexico Oil Conservation Division District 1  
1625 N. French Drive  
Santa Fe, New Mexico 87505

RE: Notice of Violation Letter (Walter Lynch No 11 04/25/07)

TO: Ms. Donna Mull

30-025-37555

Dear Ms. Mull,

I had received your Notice of Violation Letter for the Walter Lynch No 11. A C-104 Authorization was never filed for the well due to the fact that it did not make any hydrocarbon production from the San Andres or the Grayburg formations that were tested. The well is currently on Marathon's list of wells to be plugged and will soon be turned over to Triple N Services for plugging.

The volumes that were reported for the Grayburg completion in October 2006 are in error. I have contacted the company responsible for filing Marathon's C-115 report and they will make corrections to the allocations for October 2006 through to present. These corrections will zero out the volumes shown in October, and any future months. If there are no unforeseen complications with the re-allocation of production the corrections will show up on the C-115 that we are filing this month.

If you need any further information or action on this item, please contact me at 713-296-2096 or through email at [cekendrix@marathonoil.com](mailto:cekendrix@marathonoil.com). I would be glad to be of assistance.

Sincerely,

*Charles E. Kendrix*

Charles E. Kendrix  
Regulatory Compliance Representative  
Marathon Oil Company

Received  
HHS  
ODD

*dm*