

P.O. Box 2409 Hobbs, NM 88241-2409 Telephone 505/393-7106

January 30, 1997

Mr. William J. Lemay, Director State of New Mexico Oil Conservation Division PO Box 2088 Santa Fe NM 87504-2088

RE: C-104 Request for Test Allowable

Warn St. A/C 2 No. 26 Sec. 6, T-18-S, R-35-E 2180' FNL & 400' FWL Lea County Vacuum, Atoka Wildcat

Mr. Lemay:

Marathon Oil Company has recently completed a new drill well. This letter is being submitted to the State of New Mexico Oil Conservation Division with a C-104 requesting a test allowable.

Marathon Oil Company is in the process of installing a production flowline from the wellhead to the existing Warn St. A/C 2 battery. However, during the installation process, Marathon is testing the oil into temporary tanks located on the Warn St. A/C 2 No. 26 location.

Marathon Oil Company is proposing to utilize Kelly Maclaskey Oilfield Services (OGRID 012426) to transport the oil from the Warn St. A/C 2 No. 26 location to the existing Warn St. A/C 2 battery. At the Warn St. A/C 2 battery, Marathon will utilize the existing lact meter equipment to sale oil to TX-NM Pipeline Company (OGRID 22628).

If you have any questions or comments, please advise.

Sincerely,

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Bryan L. Williams Production Engineer (505) 393-7106 ext. 212