



P.O. Box 2490  
Hobbs, New Mexico 88240  
Telephone 505/393-7106

June 25, 1999

Gruy Petroleum Management Company  
600 Las Colinas Blvd. E., Ste 1200  
Irving, Texas 75039-5611

RE: Application to Simultaneously Dedicate  
Eumont - Yates, 7 Rivers & Queen Pool Production

McDonald State A/C 2 Well No. 31  
Unit Letter G, 1800' FNL & 1650' FEL  
Section 11, T-22-S, R-36-E  
Lea County, New Mexico

McDonald State A/C Well No. 11  
Unit Letter A, 330' FNL & 330' FEL  
Section 11, T-22-S, R-36-E  
Lea County, New Mexico

Ladies and/or Gentlemen:

Marathon Oil Company has filed an application with the New Mexico Oil Conservation division to simultaneously dedicate Eumont - Yates, 7 Rivers & Queen Pool Production to a 160 acre non-standard gas proration unit. Please find enclosed a copy of the application.

If you are in agreement and waive all objections to the simultaneously dedicated wells, please sign below and mail the original to the NMOCD in the enclosed addressed envelope. Also, please return one copy to Marathon at the letterhead address.

Sincerely,

*Thomas P. Kacir*  
Thomas P. Kacir  
Production Engineer

TPK/  
Enclosure

Agreed and accepted this 8<sup>th</sup> day of JULY 1999  
by Zeno Farris, as representative of  
GRUY PETROLEUM Management Co.

*Copy to Santa Fe. -*