



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

June 11, 1996

Marathon Oil Company
P. O. Box 2409
Hobbs, New Mexico 88241-2409
Attention: Rick Gaddis

Administrative Order NSP-440-B

Dear Mr. Gaddis:

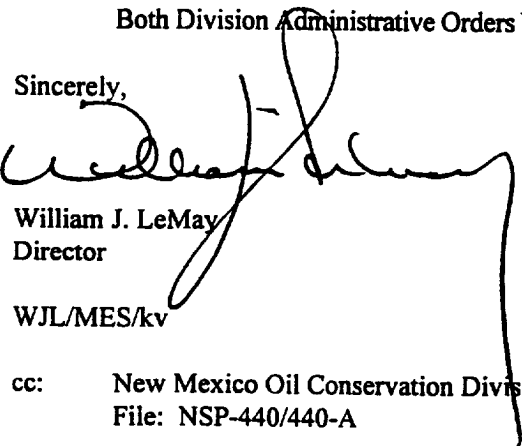
Reference is made to your applications dated May 8 and 13, 1996 to abolish the existing 440-acre non-standard gas spacing and proration unit ("GPU") in the Eumont Gas Pool comprising the NW/4 and S/2 of Section 13, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, which was approved by Division Administrative Order NSP-440, dated August 19, 1958, as amended by Division Administrative Order NSP-440-A, dated September 10, 1958, and currently dedicated to the McDonald State A/C-2 Well No. 26 (API No. 30-025-08909), located at a standard gas well location 1980 feet from the South and East lines (Unit J) of said Section 13, and form the two following described non-standard GPU's for Eumont gas production:

- (a) 160 acres comprising the NW/4 of said Section 13 is to be dedicated to the McDonald State A/C-2 Well No. 35 (API No. 30-025-33397), located at a standard gas well location 1980 feet from the North line and 660 feet from the West line (Unit E); and,
- (b) 120 acres comprising the NW/4 SE/4 and S/2 SE/4 of said Section 13 is to be dedicated to said McDonald State A/C-2 Well No. 26 in Unit "J".

By authority granted me under the provisions of Rule 2(d) of the "General Rules for the Prorated Gas Pools of New Mexico/Special Rules and Regulations for the Eumont Gas Pool", as promulgated by Division Order No. R-8170, as amended, the two above-described non-standard gas spacing and proration units are hereby approved.

Both Division Administrative Orders NSP-440 and NSP-440-A shall be placed in abeyance until further notice.

Sincerely,


William J. LeMay
Director

WJL/MES/kv

cc: New Mexico Oil Conservation Division - Hobbs ✓
File: NSP-440/440-A