



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

October 29, 2001

Lori Wrotenbery

Director

Oil Conservation Division

Marathon Oil Company
P. O. Box 552
Midland, Texas 79702-0552

Attention: Tim L. Chase

Re: Administrative application for an unorthodox Eumont infill gas well location for Marathon Oil Company's C. J. Saunders Well No. 3 (API No. 30-025-26126), located 430 feet from the North line and 2307 feet from the West line (Lot 3/Unit C) of Section 1, Township 22 South, Range 36 East, NMPM, Eumont Gas Pool (76480), Lea County, New Mexico.

Dear Mr. Chase:

This letter acknowledges the receipt of your administrative application dated October 4, 2001 for Marathon Oil Company's existing C. J. Saunders Well No. 3 (API No. 30-025-26126), located at an unorthodox infill gas well location 430 feet from the North line and 2307 feet from the West line (Lot 3/Unit C) of Section 1, Township 22 South, Range 36 East, NMPM, Eumont Gas Pool, Lea County, New Mexico, to be included within an existing 80.24-acre non-standard gas spacing and proration unit ("GPU") comprising lots 3 and 4 (N/2 NW/4 equivalent) of Section 1 (approved by Division Administrative Order NSP-349, dated February 13, 1957).

The Division received this application on October 15, 2001, accepts it as an administrative application, and assigned it NMOCD application reference No. *pKRV0-129038857*. Please refer to this number in future correspondence with the Division.

Our preliminary review indicates that the information provided in the application is not sufficient to process an administrative order. The following information is necessary:

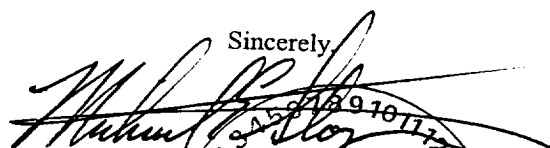
- (1) an amended NMOCD Form C-102 that shows the appropriate acreage dedication to this well of 80.25 acres; and
- (2) a land plat and listing of all offsetting operators to the subject 80.24-acre GPU.

Since the submitted information is insufficient to review, the application was ruled as incomplete on October 29, 2001. Please submit the above stated information by Monday, November 5, 2001.

The Division cannot proceed with your application until the required information is submitted. Upon receipt, the Division will continue to process your application. The additional information can be faxed to (505) 476-3471, or mailed to the Division in Santa Fe. If the necessary information is not submitted, your application will be returned to you.

Should you have any questions concerning this matter, please contact me in Santa Fe at (505) 476-3465. Thank you.

Sincerely,


Michael E. Stogner
Chief Hearing Officer/Engineer
NOV 1 2001
Hobbs
OCD

cc: New Mexico Oil Conservation Division - Hobbs
W. Thomas Kellahin, Legal Counsel for Marathon Oil Company - Santa Fe
Walter Ducease, Marathon Oil Company - Midland

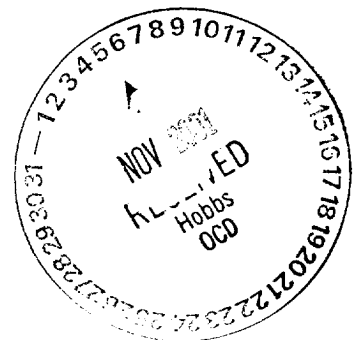
Oil Conservation Division * 1220 South St. Francis Drive * Santa Fe, New Mexico 87505
Phone: (505) 476-3440 * Fax (505) 476-3462 * <http://www.emnrd.state.nm.us>

OFFSET OPERATORS
C.J. Saunders No. 3
430' FNL & 2307' FWL, Section 1, T-22-S, R-36-E, Unit Letter C
Lea County, New Mexico
Drinkard Field

T-22-S, R-36-E

Section 1: Conoco, Inc.
600 North Dairy Ashford Drive
Houston, Tx 77079-1175

36, 35, 2 ??



District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 15, 2000

OIL CONSERVATION DIVISION
1220 South St. Francis Dr
Santa Fe, NM 87505

Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

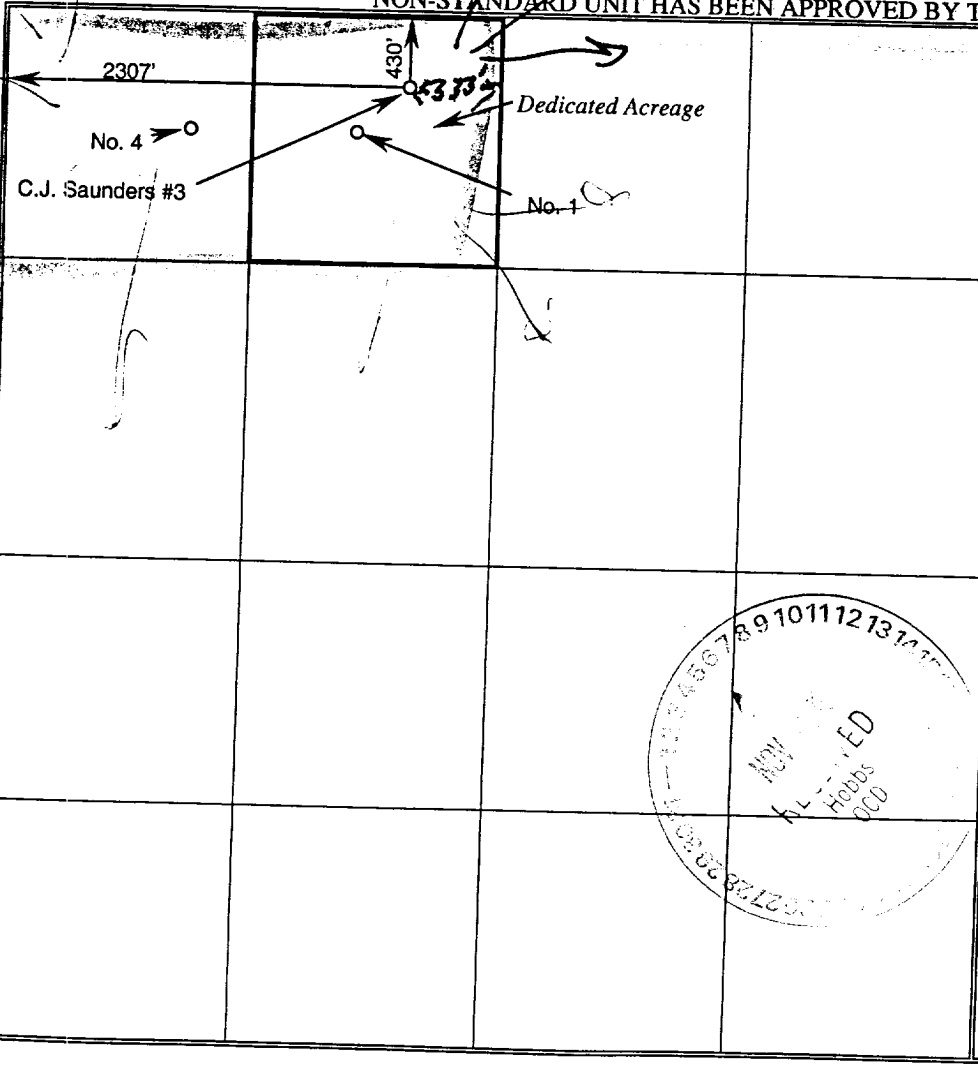
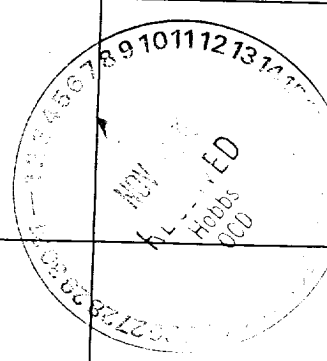
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-26126		² Pool Code 76480	³ Pool Name Eumont (Yates, 7 Rivers, Queen)
⁴ Property Code	⁵ Property Name C.J. Saunders		⁶ Well Number 3
⁷ OGRID No. 014021	⁸ Operator Name Marathon Oil Company		⁹ Elevation G.L. 3514'

¹⁰ Surface Location									
UL or lot no. C	Section 1	Township 22-S	Range 36E	Lot Idn -	Feet from the 430'	North/South line North	Feet from the 2307'	East/West line West	County Lea

¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres 40									
¹³ Joint or Infill									
¹⁴ Consolidation Code									
¹⁵ Order No.									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.  Signature
	Tim L. Chase Printed Name Advanced Engineer Technician Title 10/05/01 Date
	SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Date of Survey Signature and Seal of Professional Surveyor: 
	Certificate Number John W. West 676 Ronald J. Eidson 3239 Gary L. Jones 7977

[illegible]