ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

**OIL CONSERVATION DIVISION** 



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

November 10, 1994

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

Attention: Meftah Tiss

Administrative Order SD-94-6

Dear Mr. Tiss:

Per your application dated September 22, 1994, you are hereby authorized to simultaneously dedicate Eumont Gas Pool production to the previously approved non-standard 80.24-acre gas spacing and proration unit comprising Lots 3 and 4 (the N/2 NW/4 equivalent) of Section 1, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico (Division Administrative Order NSP-349, dated February 17, 1957), from the existing C.J. Saunders Well No. 1<sup>t</sup> located at a standard gas well location 660 feet from the North line and 1980 feet from the West line (Lot 3/Unit C) of said Section 1 and to the proposed C. J. Saunders Well No. 4 to be drilled at a standard gas well location 660 feet from the North line and 960 feet from the West line (Lot 4/Unit D) of said Section 1 (API No. 30-025-32692).

Further, you are permitted to produce the allowable assigned said non-standard 80.24-acre unit from both wells in any proportion.

Sincerely, William J. Lew ลง Director WJL/MES

cc: Oil Conservation Division - Hobbs