



MARATHON OIL COMPANY

P. O. Box 220
Hobbs, New Mexico

June 27, 1966

New Mexico Oil Conservation Commission
P. O. Box 1980
Hobbs, New Mexico

Attention: Mr. J. D. Ramey
Supervisor and Proration Manager

Gentlemen:

Attached hereto is a NMOCC Form C-102 (Revised 1-1-65) on Marathon Oil Company's Walter Lynch Well No. 4, Blinebry Gas Pool, Lea County, New Mexico, indicating 160 acres of dedicated acreage as proposed herein. Also attached you will find a NMOCC Form C-103 for shutting in the Walter Lynch Well No. 5 so that its 40 acres (presently dedicated to the Blinebry Oil Pool) can be rededicated to the No. 4 well in the Blinebry Gas Pool.

The Walter Lynch Well No. 5 (Unit C, Sec. 1, T 22 S, R 37 E) has been reclassified from the Blinebry Oil Pool to the Blinebry Gas Pool effective July 1, 1966. In order to comply with Order No. R1670 Rule 29 (Special Rules & Regulations, Blinebry Gas Pool) and avoid the necessity of installing additional equipment to produce this well into Northern Natural Gas Company's high pressure gas system, Marathon proposes to suspend the present 120 acre non-standard proration unit consisting of the S/2 of the NW/4 and the NW/4 of the NW/4 of Sec. 1, T 22 S, R 37 E, and assigned to the Walter Lynch Well No. 4 by NSP Order #694 (dated October 19, 1964). Marathon then proposes to reinstate the original 160 acre standard gas proration unit assigned this well, being the NW/4 of Sec. 1, T 22 S, R 37 E. This can be accomplished by shutting in the Walter Lynch well No. 5 and rededicating the 40 acres in the NE/4 of the NW/4 of Sec. 1, T 22 S, R 37 E, to the No. 4 well.

Yours very truly,

MARATHON OIL COMPANY
Department of Operations

A. A. Peters, Jr.
Area Superintendent

LCM:jw
Atch.