NTEDIOD

M	OII	TONS	COmmission
~	B.W.E	D	**************************************
•		. NM	88210 APPROVE

Budget Bureau No. 1004-0135

South Dagger Draw: Upper Penn

NM

Eddy Co.

11. County or Parish, State

COMMISSION

Form 3160-5	UNITED STATES
(June 1990)	DEPARTMENT OF THE I
	RURFAU OF LAND MAN.

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

UL "N", 890' FSL, 1750' FWL

SEC 1. T-21-S. R-23-E

une 1770)	<i>D D</i> .		TIDITI OI II	expires. match 31, 1993			
	BUF	REAU (OF LAND M	ANAGEMENT		5. Lease Designation and Serie	al No.
Do not use this for U	SUNDRY NOTICE The for propose the "APPLICA"	NM - 04827 - B 6. If Indian, Allottee or Tribe Name					
		7. If Unit or CA, Agreement Designation					
1. Type of Well							
X Oil Gas Well	Other				•	8. Well Name and No.	
2. Name of Operator						MOC FEDERAL	7
Marathon Oil (Company					9. API Well No.	
3. Address and Telephone I					-	30/015/28309	
P.O. Box 552,	<u>Midland,</u>	TX 7	9702	915/687/8324		10. Field and Pool, or explorate	ory Area

12.	CHECK APPROPRIATE BOX	ORT, OR OTHER DATA				
	TYPE OF SUBMISSION	TYPE OF ACTION				
	X Notice of Intent	Abandonment	Change of Plans			
	Subsequent Report	Recompletion Plugging Back	New Construction Non-Routine Fracturing			
	Final Abandonment Notice	Casing Repair Altering Casing	Water Shut-Off Conversion to Injection			
		X Other <u>Surface Commin</u> s	Dispose Water (Note: Report results of graiture commentum or Well			

Describe Proposed of Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally untile give subsurface locations and measured and true vertical depths for a markers and zones pertinent to this work.)*

Marathon Oil Company requests that this well be included in the MOC FEDERAL CONSOLIDATED FACILITY, located in UL "D", Section 1, Township 21-S. Range 23-East. Surface Commingling Off Lease Measurment and Storage, and the installation and use of a LACT were approved for the Consolidated Facility on October 5, 1994.



AUG 8 0 1995

OIL COM. DIV.

14. I hereby certify that the foregoing to true and correct Title Advanced_Engineering Tech (This space for Federal or State office use) Petroleum Engineer Orig. Sign od by Adama Salap Conditions of approval, if any:

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, ficturous or fraudulent statements or representations as to any matter within its jurisdiction.

CRA BLM FORMAT

APPLICATION FOR SURFACE COMMINGLING OFF LEASE STORAGE AND MEASUREMENT APPROVAL

To: Bureau of Land Management

P.O. Box 1778

Carlsbad, New Mexico

88220-1778

Marathon Oil Company is requesting approval for Surface Commingling, and Off Lease Storage & Measurement of Hydrocarbon Production from the following formation and well(s) on Federal Lease No NM-04827-B; Lease Name: MOC Federal

WELL

 NO.
 LOCATION
 SEC
 TWP.
 RNG
 FORMATION

 7
 890 FSL & 1750 FWL
 1
 21-S 23-E
 Upper Penn

Oil API

<u>BOPD</u> <u>Gravity</u> <u>MCFPD</u> 1164 42.4 910

with the already commingled Hydrocarbon Production from the Upper Penn formation **North Indian Basin Unit**, Located in Section 2 & 11, T-21-S, R-23-E, Eddy County, New Mexico.

Oil API

<u>BOPD</u> <u>Gravity</u> <u>MCFPD</u> 2000 42.0 14500

And with the already commingled Hydrocarbon Production from the Upper Penn formation on the Bone Flat Federal Com. # 91035 located in the West ½ of Section 12, T-21-S, R-23-E, Eddy County,m New Mexico.

Oil API

<u>BOPD</u> <u>Gravity</u> <u>MCFPD</u> 1200 42.3 2200

And with the already commingled Hydrocarbon Production from the Upper Penn formation on the $Stinking\ Draw$ lease numbers ST K-1877 and ST E-10169-1 located in the South ½ of Section 36, T-21 ½-S, R-23-E, Eddy County, New Mexico.

Oil API

 BOPD
 Gravity
 MCFPD

 375
 42.2
 4750

The proposed operation is described in detail on the attached diagrams.

A map is enclosed showing the lease numbers and locating of all leases and wells that will contribute production to the commingling/common storage facility. All unitized/communitized areas and, producing zones/pools are also clearly illustrated. A schematic diagram is also illustrated which clearly identifies all equipment that will be utilized.

The Storage and Measuring facility is located at Unit Letter "D", Section 1, T-21-S, R-23-E, Eddy County, New Mexico. The BLM will be notified of any change in facility location.

Production will be allocated to this well based on monthly well tests and the previously approved methods of lease allocation.

The working interest owners were notified of the original commingling proposal.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production.

The proposed commingling is necessary for continued operation of the above referenced Federal Lease.

We understand that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by lease instrument and, we will submit within 30 days an application for right-of-way to the BLM's Realty Section in your office if we have not already done so.

Additional wells require additional commingling approvals.

Signature

S. A. Purmeaum By Timple

Name: R. A. Biernbaum

Title: Manager, Indian Basin Asset Team

Date: August 18, 1995



