	UNITED ST DEPARTMENT OF T BUREAU OF LAND M SUNDRY NOTICES AND REP rm for proposals to drill or to de lse "APPLICATION FOR PERMIT	HE INTERIOR MANAGEMENT ORTS ON WELLS DEPENDENT OF THE TENERY OF T	FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No. NM 04827 - B 6. If Indian, Allottee or Tribe Name
	SUBMIT IN TR	7. If Unit or CA, Agreement Designation North Indian Basin	
1. Type of Well X Oil Gas Other			Unit 8. Well Name and No. N. Indian Basin Unit 26 9. API Well No. 30-015-28782 28752 10. Field and Pool, or exploratory Area Dagger Draw/U. Penn Assoc., S 11. County or Parish, State Eddy Co., NM
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION			·····
X Notice Subsequing Final A 13. Describe Proposed or Comgive subsurface le	of Intent uent Report bandonment Notice spleted Operations (Clearly state all pertinent ocations and measured and true vertical depths	tor an markers and zones pertinent to this work.)*	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection
		RECEI APR 0 1 OIL COI DIS	1 1996
Signed Thor	e foregoing is true and orrect	Tiue Advanced Engineering Tec	ch. Date 2/9/96
(This space for Federal Approved by (OR) Conditions of approval	G. SCD.) MEG. LAPA	Title PETROLEUM 271G	INEER Date 3/25/96

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, fictitious 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 on Federal Lease No <u>NM-04827 B;</u>Lease Name: <u>North Indian Basin Unit 14-08-0001(8508)</u> WELL

NO. LOCATION

SEC TWP. RNG FORMATION

22 21-S 23-E Upper Penn

26 UL "E" 2310' FNL & 660' FWL

Oil API

<u>BOPD</u> <u>Gravity</u> <u>MCFPD</u> 1650 40.7 5242

with the already commingled Hydrocarbon Production from the Upper Penn formation *MOC Federal*, located in Section 1,T-21-S, R-23-E, Eddy County, New Mexico.

 Oil API

 BOPD
 Gravity
 MCFPD

 904
 42.0
 2200

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, New Mexico.

 Oil API

 BOPD
 Gravity
 MCFPD

 1482
 42.3
 1675

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

 591
 42.2
 3485

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

Name: R. A. Biernbaum

Title: Manager, Indian Basin Asset Team

Thomas mo me for R.A. Bremban

February 5, 1996



