Form 3160-3 (June 2015)			OMB N	FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018				
UNITED STATES			Expires. Ja	anuary 31, 2016				
DEPARTMENT OF THE IN BUREAU OF LAND MANA	_	7	5. Lease Serial No.	5. Lease Serial No.				
APPLICATION FOR PERMIT TO DI			6. If Indian, Allotee	or Tribe Name				
71. 1 2.07. 1.01. 1 0.1. 1 2.1. 1.1. 1.0 2.1								
1a. Type of work: DRILL RE		7. If Unit or CA Ag	reement, Name and No.					
	her							
	ngle Zone	Multiple Zone	8. Lease Name and	Well No.				
				[333127]				
2. Name of Operator [372098]			9. API Well No.	30-025-50416				
3a. Address	3b. Phone N	o. (include area code)	10. Field and Pool,	or Exploratory [17645]				
4. Location of Well (Report location clearly and in accordance w	rith any State	requirements.*)	11. Sec., T. R. M. o	r Blk. and Survey or Area				
At surface								
At proposed prod. zone								
14. Distance in miles and direction from nearest town or post office	ce*		12. County or Paris	h 13. State				
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No of ac	res in lease 17. S	Spacing Unit dedicated to t	this well				
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.	19. Proposed	Depth 20. F	BLM/BIA Bond No. in file					
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start* 23. Estimated duration							
	24. Attacl	hments	1					
The following, completed in accordance with the requirements of (as applicable)	Onshore Oil	and Gas Order No. 1, and	the Hydraulic Fracturing 1	rule per 43 CFR 3162.3-3				
Well plat certified by a registered surveyor. A Drilling Plan.		Item 20 above).		n existing bond on file (see				
3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office)		5. Operator certification.6. Such other site specific BLM.	information and/or plans as	s may be requested by the				
25. Signature	Name	(Printed/Typed)		Date				
Title								
Approved by (Signature)	Name	(Printed/Typed)		Date				
Title	Office							
Application approval does not warrant or certify that the applicant applicant to conduct operations thereon. Conditions of approval, if any, are attached.	t holds legal o	or equitable title to those ri	ghts in the subject lease w	hich would entitle the				
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, m of the United States any false, fictitious or fraudulent statements of				any department or agency				
NGMP Rec 06/29/2022			1 KZ	•				
		"avnitio						

(Continued on page 2)

NSL

DOROVED WITH CONDITIONS REQ

REQUIRES NSL

*(Instructions on page 2)

District I

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 7

Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u>
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025-50416	² Pool Code 17645	МР		
⁴ Property Code 333127		operty Name ERAL 23-32-10 WXY	⁶ Well Number 7H	
⁷ OGRID No. 372098	•	perator Name OIL PERMIAN, LLC	⁹ Elevation 3,703'	

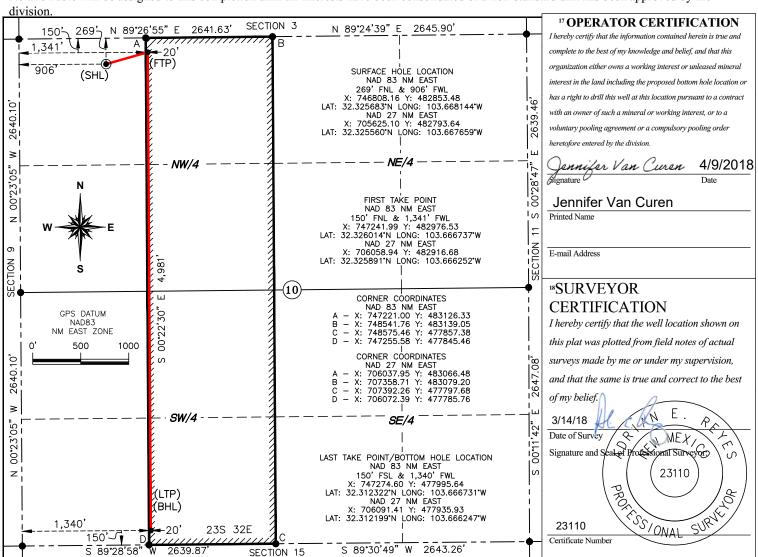
¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
D	10	23-S	32-E		269'	NORTH	906'	WEST	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			
N	10	23-S	32-E		150'	SOUTH	1,340'	WEST	LEA			
12 Dedicated Acres	13 Joint or	r Infill 14	Consolidation	Code 15 Or	der No.							
160												

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the



Released to Imaging: 8/5/2022 8:37:24 AM

I. Operator:

If Other, please describe:

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

II. Type: \boxtimes Original \square Amendment due to \square 19.15.27.9.D(6)(a) NMAC \square 19.15.27.9.D(6)(b) NMAC \square Other.

MARATHON OIL PERMIAN, LLC. OGRID: 372098 Date: 06 / 29 / 2022

III. Well(s): Provide the fol be recompleted from a single				et of wells propo	osed to be drille	d or proposed to
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Colibri Federal 23 32 10 TB 1H		D-10-23S-32E	269 FNL 816 FWL	1628	4570	4000
Colibri Federal 23 32 10 WA 2H		D-10-23S-32E	269 FNL 846 FWL	1628	4570	4000
Colibri Federal 23 32 10 WB 6H		D-10-23S-32E	269 FNL 876 FWL	1628	4570	4000
Colibri Federal 23 32 10 WXY 7H	30-025-50416	D-10-23S-32E	269 FNL 906 FWL	1628	4570	4000

V. Anticipated Schedule: Provide the following information for each new or recompleted well or set of wells proposed to be drilled or proposed to be recompleted from a single well pad or connected to a central delivery point.

IV. Central Delivery Point Name: COLIBRI FEDERAL CTB

Well Name	API	Spud Date	TD	Completion	Initial Flow	First	
			Reached	Commencement	Back Date	Production	
			Date	Date		Date	
Colibri Federal 23 32 10 TB 1H		6/26/2024	7/22/2024	2/20/2025	6/23/2025	6/23/2025	
Colibri Federal 23 32 10 WA 2H		6/27/2024	8/15/2024	2/23/2025	6/23/2025	6/23/2025	
Colibri Federal 23 32 10 WB 6H		6/28/2024	9/8/2024	2/26/2025	6/23/2025	6/23/2025	
Colibri Federal 23 32 10 WXY 7H	30-025-50416	6/29/2024	10/1/2024	2/29/2025	6/23/2025	6/23/2025	
					-		

- VI. Separation Equipment: Attach a complete description of how Operator will size separation equipment to optimize gas capture.
- VII. Operational Practices: ⊠ Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.
- VIII. Best Management Practices:

 Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

[See 19.15.27.9(D)(1) NMAC]

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

🗵 Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering	Available Maximum Daily Capacity
			Start Date	of System Segment Tie-in

XI. Map. Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system \square will \square will not have capacity to gather 100% of the antic	ipated natural gas
production volume from the well prior to the date of first production.	

XIII. Line Pressure.	Operator \square does \square does	not anticipate that its	existing well(s) connec	cted to the same segme	ent, or portion,	of the
natural gas gathering	system(s) described above	will continue to meet	anticipated increases i	in line pressure caused	by the new wo	ell(s).

l	┙᠘	Attacl	h (Operator	's ɒ	lan to	o manage	produc	tion	in res	ponse	to t	he	increased		line	pressur	e
•		10000		- p - 1 - 1 - 1 - 1	~ ~			promore	***		P - 110 -				-		P1 - DD	_

XIV. C	Confidentiality: L	□ Operator asserts	confidentiality	pursuant to	Section	71-2-8 NM	ISA 1978 f	or the info	rmation	provided ii
Section	2 as provided in P	aragraph (2) of Su	bsection D of 1	9.15.27.9 N	MAC, an	d attaches a	full descrip	tion of the	specific	information
for which	ch confidentiality	is asserted and the	basis for such a	ssertion.						

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

⊠ Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or
□ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. <i>If Operator checks this box, Operator will select one of the following:</i>
Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection

D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. □ Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- **(b)** power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- **(f)** reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature:	
Printed Name:	Melissa Szudera
Title:	Sr. Regulatory Compliance Representative
E-mail Address:	mszudera@marathonoil.com
Date:	06/29/2022
Phone:	713-296-3179
	OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:	
Title:	
Approval Date:	
Conditions of Approval:	

APPENDIX

Section 1 - Parts VI, VII, and VIII

- **VI. Separation Equipment:** ⊠ Attach a complete description of how Operator will size separation equipment to optimize gas capture.
 - Separation equipment is sized to allow for retention time and velocity to adequately separate oil, gas, and water at anticipated peak rates.
 - All central tank battery equipment is designed to efficiently capture the remaining gas from the liquid phase.
 - Valves and meters are designed to service without flow interruption or venting of gas.

VII. Operational Practices:
☐ Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

◆ 19.15.27.8 (A) – Venting and Flaring Of Natural Gas

 Marathon Oil Permian's field operations are designed with the goal of minimizing flaring and preventing venting of natural gas. If capturing the gas is not possible then the gas is combusted/flared using properly sized flares or combustors in accordance with state air permit rules.

◆ 19.15.27.8 (B) – Venting and Flaring During Drilling Operations

- A properly-sized flare stack will be located at a minimum 100' from the nearest surface hole location on the pad.
- All natural gas produced during drilling operations will be flared. Venting will only occur if there is an
 equipment malfunction and/or to avoid risk of an immediate and substantial adverse impact on safety,
 public health, or the environment.

19.15.27.8 (C) – Venting and Flaring During Completion or Recompletion Operations

- During all phases of flowback, wells will flow through a sand separator, or other appropriate flowback separation equipment, and the well stream will be directed to a central tank battery (CTB) through properly sized flowlines.
- The CTB will have properly sized separation equipment for maximum anticipated flow rates.
- Multiple stages of separation will be used to separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual gas from the tanks and route such gas to a sales outlet.

◆ 19.15.27.8 (D) – Venting and Flaring During Production Operations

- During production, the well stream will be routed to the CTB where multiple stages of separation will separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual gas from the tanks and route such gas to a sales outlet, minimizing tank emissions.
- Flares are equipped with auto-ignition systems and continuous pilot operations.
- Automatic gauging equipment is installed on all tanks.

♦ 19.15.27.8 (E) − Performance Standards

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- Automatic gauging equipment is installed on all tanks to minimize venting.
- All flared gas will be combusted in a flare stack that is properly sized and designed to ensure proper combustion.
- Flares are equipped with continuous pilots and auto-ignitors along with remote monitoring of the pilot
- Weekly AVOs and monthly LDAR inspections will be performed on all wells and facilities that produce more than 60 MCFD.
- Gas/H2S detectors will be installed throughout the facilities and wellheads to detect leaks and enable timely repairs.

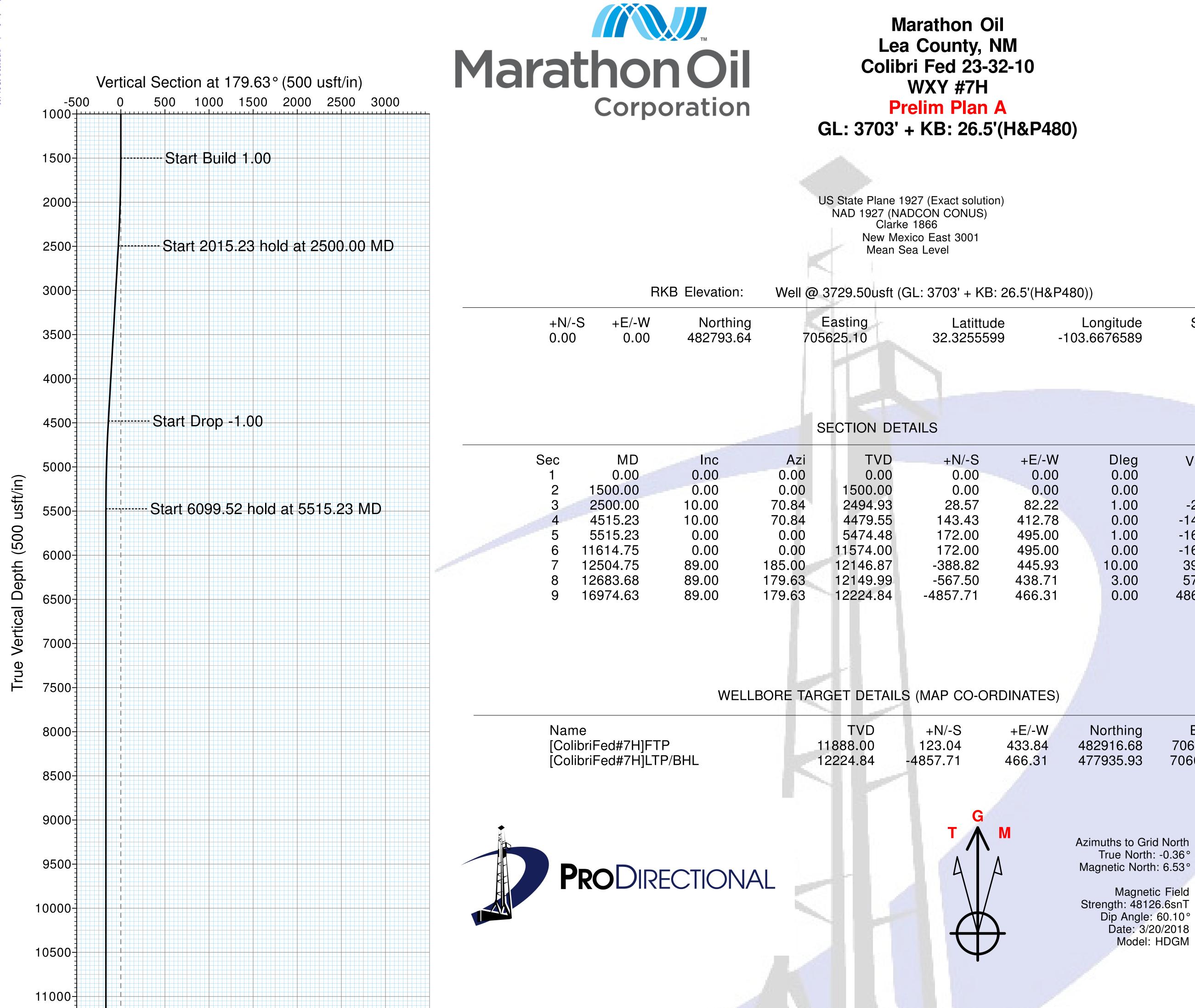
◆ 19.15.27.8 (F) – Measurement or Estimation of Vented and Flared Natural Gas

- All high pressure flared gas is measured by equipment conforming to API 14.10.
- No meter bypasses are installed.
- When metering is not practical due to low pressure/low rate, the vented or flared volume will be
 estimated through flare flow curves with the assistance of air emissions consultants, as necessary.

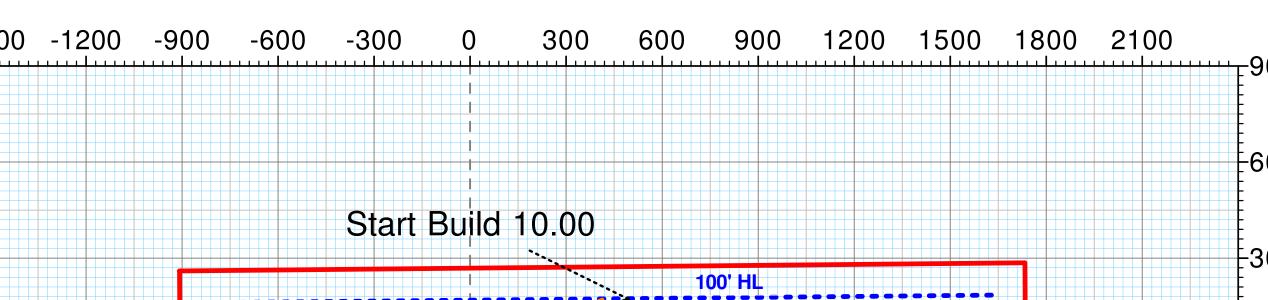
VIII. Best Management Practices:

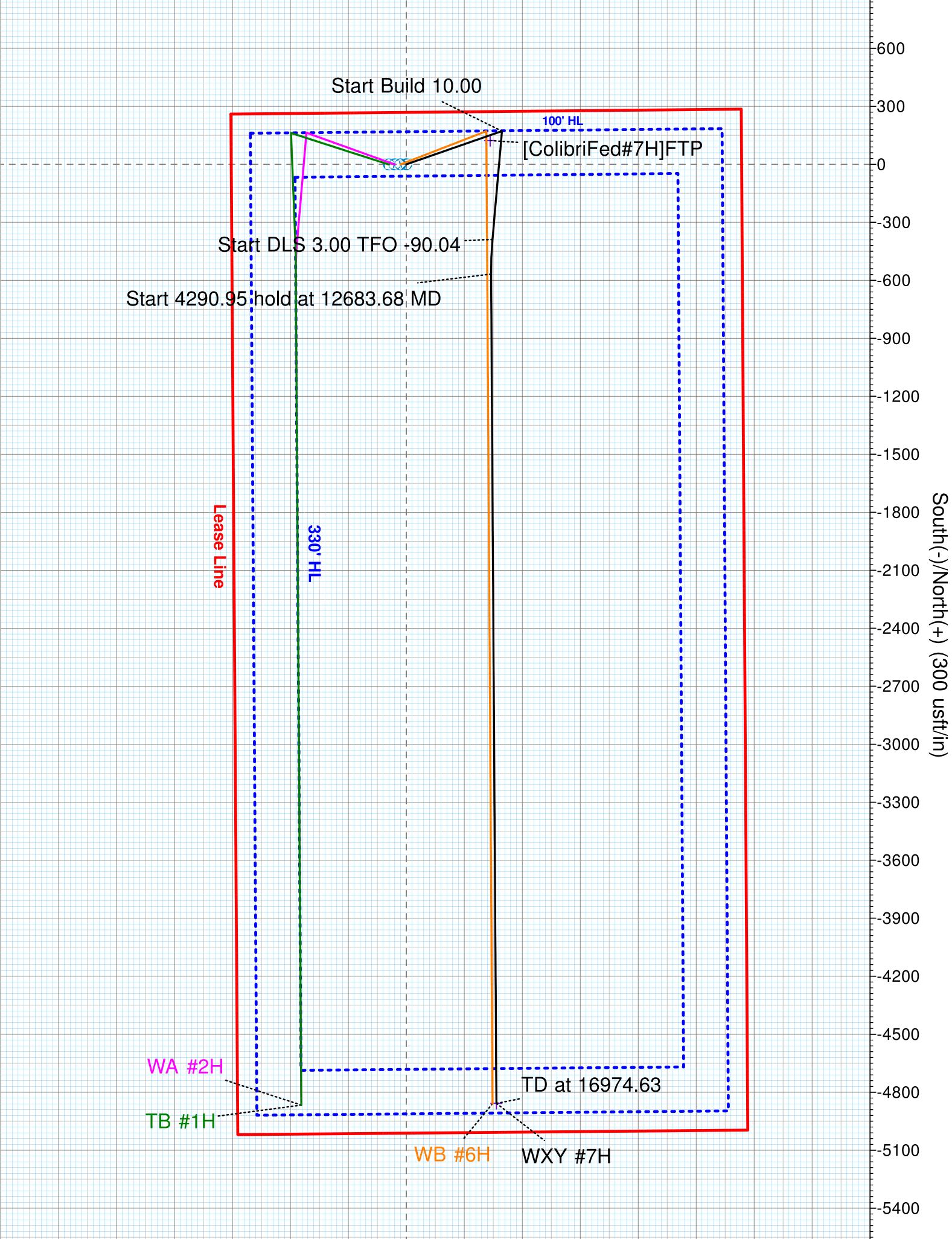
Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

- Marathon Oil Permian will use best management practices to vent as minimally as possible during well
 intervention operations and downhole well maintenance.
- All natural gas is routed into the gas gathering system and directed to one of Marathon Oil Permian's multiple gas sales outlets.
- All venting events will be recorded and all start-up, shutdown, maintenance logs will be kept for control
 equipment.
- All control equipment will be maintained to provide highest run-time possible.
- All procedures are drafted to keep venting and flaring to the absolute minimum.



West(-)/East(+) (300 usft/in) -2100 -1800 -1500 -1200 -900





Azimuth Corrections

Slot

VSect 0.00

0.00

-28.04

-140.76

-168.80

-168.80

391.69

570.32

4860.62

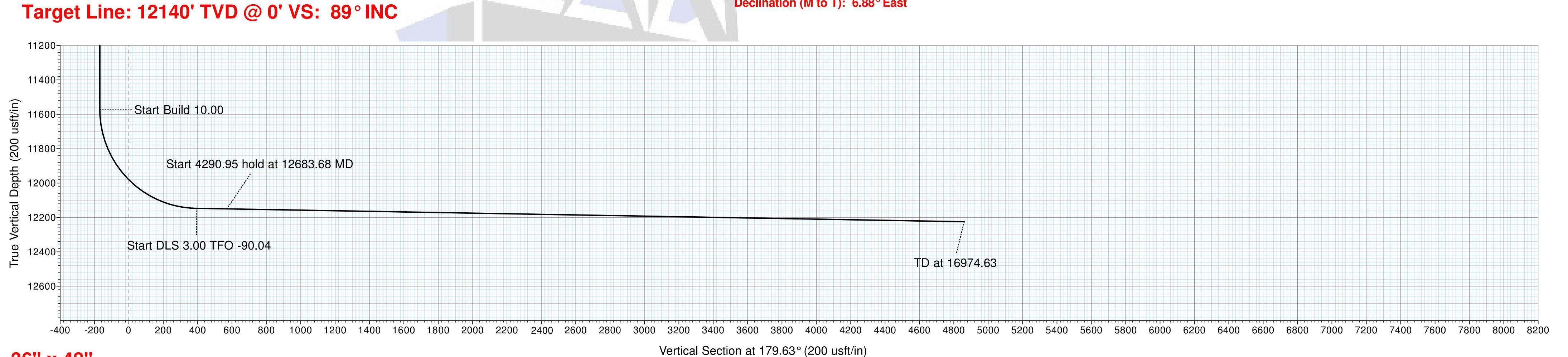
Easting

706058.94

706091.41

Total Magnetic Corr. (M to G): 6.53°

Declination (M to T): 6.88° East



11500

Start Build 10.00

1000 1500 2000 2500 3000



Survey Report

MD Reference:

Database:

North Reference:



Company: Project:

Marathon Oil

Lea County, NM

Site:

Colibri Fed 23-32-10

Well:

WXY #7H

Wellbore: Design:

ОН

Prelim Plan A

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Well WXY #7H

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Grid

Minimum Curvature

WellPlanner1

Lea County, NM **Project**

Map System: Geo Datum:

US State Plane 1927 (Exact solution)

NAD 1927 (NADCON CONUS)

Map Zone:

New Mexico East 3001

System Datum:

Mean Sea Level

Site Colibri Fed 23-32-10

Site Position: From:

Map

Northing:

482,871.52 usft

Latitude:

Longitude:

32.3257370

Position Uncertainty:

Easting: Slot Radius: 707,780.82 usft 13-3/16 '

Grid Convergence:

-103.6606789 0.36

WXY #7H

+F/-W

+N/-S 0.00 usft

Northing: Easting:

482,793.64 usft

Latitude: Longitude: 32.3255599

Position Uncertainty

Well Position

Well

0.00 usft 0.00 usft

0.00 usft

Wellhead Elevation:

705,625.10 usft

Ground Level:

-103.6676589 3,703.00 usft

Wellbore ОН

HDGM

Prelim Plan A

Model Name

Sample Date 3/20/2018 Declination (°) 6.88 Dip Angle (°)

Field Strength (nT)

48,126.60

Design

Magnetics

Audit Notes:

Version:

Phase:

Date

PLAN

Tie On Depth:

60.10

0.00

Vertical Section:

Depth From (TVD) (usft)

+N/-S (usft) +E/-W (usft) Direction

(°)

Survey Tool Program

0.00 2,000.00 Prelim Plan A (OH) 5,500.00 Prelim Plan A (OH) 10,000.00 Prelim Plan A (OH)

3/20/2018

0.00

0.00

0.00

179.63

From То (usft) (usft) Survey (Wellbore)

2,000.00 5.500.00 10,000.00 16,974.35 Prelim Plan A (OH)

MWD+IFR1 MWD+IFR1 MWD+IFR1 MWD+IFR1

Tool Name

OWSG MWD + IFR1 OWSG MWD + IFR1 OWSG MWD + IFR1

OWSG MWD + IFR1

Description

Planned Survey

Vertical Vertical Measured Build Dogleg Turn Depth Inclination Azimuth Depth +N/-S +E/-W Section Rate Rate Rate (usft) (usft) (usft) (°/100usft) (°/100usft) (°/100usft) (°) (°) (usft) (usft) 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 100.00 0.00 0.00 100.00 0.00 0.00 0.00 0.00 0.00 0.00 200.00 0.00 0.00 200.00 0.00 0.00 0.00 0.00 0.00 0.00 300.00 0.00 0.00 300.00 0.00 0.00 0.00 0.00 0.00 0.00 400.00 0.00 0.00 400.00 0.00 0.00 0.00 0.00 0.00 0.00 500.00 0.00 0.00 500.00 0.00 0.00 0.00 0.00 0.00 0.00



Survey Report

North Reference:



Company: Marathon Oil Project: Lea County, NM

Site: Colibri Fed 23-32-10

Well: WXY #7H Wellbore: ОН Design: Prelim Plan A Local Co-ordinate Reference:

Survey Calculation Method:

Well WXY #7H Well @ 3729.50usft (GL: 3703' + KB: **TVD Reference:**

26.5'(H&P480)) MD Reference:

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Grid

Minimum Curvature

Database: WellPlanner1

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	0.00
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	0.00
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	0.00
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	0.00
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	0.00	0.00	1,300.00	0.00	0.00	0.00	0.00	0.00	0.00
1,400.00	0.00	0.00	1,400.00	0.00	0.00	0.00	0.00	0.00	0.00
1,500.00	0.00	0.00	1,500.00	0.00	0.00	0.00	0.00	0.00	0.00
1,600.00	1.00	70.84	1,599.99	0.29	0.82	-0.28	1.00	1.00	0.00
1,700.00	2.00	70.84	1,699.96	1.15	3.30	-1.12	1.00	1.00	0.00
1,800.00	3.00	70.84	1,799.86	2.58	7.42	-2.53	1.00	1.00	0.00
1,900.00	4.00	70.84	1,899.68	4.58	13.18	-4.50	1.00	1.00	0.00
2,000.00	5.00	70.84	1,999.37	7.16	20.59	-7.02	1.00	1.00	0.00
2,100.00	6.00	70.84	2,098.90	10.30	29.65	-10.11	1.00	1.00	0.00
2,200.00	7.00	70.84	2,198.26	14.02	40.34	-13.76	1.00	1.00	0.00
2,300.00	8.00	70.84	2,297.40	18.30	52.67	-17.96	1.00	1.00	0.00
2,400.00	9.00	70.84	2,396.30	23.15	66.63	-22.72	1.00	1.00	0.00
2,500.00	10.00	70.84	2,494.93	28.57	82.22	-28.04	1.00	1.00	0.00
2,600.00	10.00	70.84	2,593.41	34.27	98.63	-33.63	0.00	0.00	0.00
2,700.00	10.00	70.84	2,691.89	39.97	115.03	-39.23	0.00	0.00	0.00
2,800.00	10.00	70.84	2,790.37	45.67	131.43	-44.82	0.00	0.00	0.00
2,900.00	10.00	70.84	2,888.85	51.37	147.83	-50.41	0.00	0.00	0.00
3,000.00	10.00	70.84	2,987.33	57.07	164.24	-56.01	0.00	0.00	0.00
3,100.00	10.00	70.84	3,085.82	62.77	180.64	-61.60	0.00	0.00	0.00
3,200.00	10.00	70.84	3,184.30	68.47	197.04	-67.19	0.00	0.00	0.00
3,300.00	10.00	70.84	3,282.78	74.17	213.45	-72.79	0.00	0.00	0.00
3,400.00	10.00	70.84	3,381.26	79.87	229.85	-78.38	0.00	0.00	0.00
3,500.00	10.00	70.84	3,479.74	85.57	246.25	-83.97	0.00	0.00	0.00
3,600.00	10.00	70.84	3,578.22	91.27	262.65	-89.57	0.00	0.00	0.00
3,700.00	10.00	70.84	3,676.70	96.97	279.06	-95.16	0.00	0.00	0.00
3,800.00	10.00	70.84	3,775.18	102.66	295.46	-100.75	0.00	0.00	0.00
3,900.00	10.00	70.84	3,873.66	108.36	311.86	-106.35	0.00	0.00	0.00
4,000.00 4,100.00	10.00 10.00	70.84 70.84	3,972.14 4,070.62	114.06 119.76	328.26 344.67	-111.94 -117.54	0.00 0.00	0.00 0.00	0.00 0.00
4,200.00	10.00	70.84	4,169.10	125.46	361.07	-123.13	0.00	0.00	0.00
4,300.00 4,400.00	10.00 10.00	70.84 70.84	4,267.58 4,366.07	131.16 136.86	377.47 393.88	-128.72 -134.32	0.00 0.00	0.00 0.00	0.00 0.00
4,500.00	10.00	70.84	4,464.55	142.56	410.28	-139.91	0.00	0.00	0.00
4,515.23	10.00	70.84	4,479.55	143.43	412.78	-140.76	0.00	0.00	0.00
4,600.00	9.15	70.84	4,563.13	148.06	426.10	-145.30	1.00	-1.00	0.00



Survey Report



Company: Marathon Oil
Project: Lea County, NM

Site: Colibri Fed 23-32-10

Well: WXY #7H
Wellbore: OH

Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well WXY #7H

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Grid

Minimum Curvature

sign: Pre	elim Plan A			Database:			WellPlanner1		
anned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
4,700.00	8.15	70.84	4,661.99	153.00	440.31	-150.15	1.00	-1.00	0.00
4,800.00	7.15	70.84	4,761.10	157.37	452.89	-154.44	1.00	-1.00	0.00
4,900.00	6.15	70.84	4,860.43	161.17	463.83	-158.17	1.00	-1.00	0.00
5,000.00	5.15	70.84	4,959.94	164.40	473.13	-161.34	1.00	-1.00	0.00
5,100.00	4.15	70.84	5,059.61	167.06	480.79	-163.96	1.00	-1.00	0.00
5,200.00	3.15	70.84	5,159.40	169.15	486.81	-166.01	1.00	-1.00	0.00
5,300.00	2.15	70.84	5,259.30	170.67	491.18	-167.50	1.00	-1.00	0.00
5,400.00	1.15	70.84	5,359.25	171.62	493.91	-168.43	1.00	-1.00	0.00
5,500.00	0.15	70.84	5,459.25	171.99	494.98	-168.79	1.00	-1.00	0.00
5,515.23	0.00	0.00	5,474.48	172.00	495.00	-168.80	1.00	-1.00	0.00
5,600.00	0.00	0.00	5,559.25	172.00	495.00	-168.80	0.00	0.00	0.00
5,700.00	0.00	0.00	5,659.25	659.25 172.00	495.00	-168.80	0.00	0.00	0.00
5,800.00	0.00	0.00	5,759.25	172.00	495.00	-168.80	0.00	0.00	0.00
5,900.00	0.00	0.00	5,859.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,000.00	0.00	0.00	5,959.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,100.00	0.00	0.00	6,059.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,200.00	0.00	0.00	6,159.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,300.00	0.00	0.00	6,259.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,400.00	0.00	0.00	6,359.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,500.00	0.00	0.00 0.00 6,459.25	172.00	495.00	-168.80	0.00	0.00	0.00	
6,600.00	0.00	0.00	6,559.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,700.00	0.00	0.00	6,659.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,800.00	0.00	0.00	6,759.25	172.00	495.00	-168.80	0.00	0.00	0.00
6,900.00	0.00	0.00	6,859.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,000.00	0.00	0.00	6,959.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,100.00	0.00	0.00	7,059.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,200.00	0.00	0.00	7,159.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,300.00	0.00	0.00	7,259.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,400.00	0.00	0.00	7,359.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,500.00	0.00	0.00	7,459.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,600.00	0.00	0.00	7,559.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,700.00	0.00	0.00	7,659.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,800.00	0.00	0.00	7,759.25	172.00	495.00	-168.80	0.00	0.00	0.00
7,900.00	0.00	0.00	7,859.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,000.00	0.00	0.00	7,959.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,100.00	0.00	0.00	8,059.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,200.00	0.00	0.00	8,159.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,300.00	0.00	0.00	8,259.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,400.00	0.00	0.00	8,359.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,500.00	0.00	0.00	8,459.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,600.00	0.00	0.00	8,559.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,700.00	0.00	0.00	8,659.25	172.00	495.00	-168.80	0.00	0.00	0.00



Survey Report



Company: Marathon Oil Project: Lea County, NM

Site: Colibri Fed 23-32-10

WXY #7H Well: Wellbore: ОН

Design: Prelim Plan A Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well WXY #7H

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Grid

Minimum Curvature

ed Survey									
cu oui vey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
8,800.00	0.00	0.00	8,759.25	172.00	495.00	-168.80	0.00	0.00	0.00
8,900.00	0.00	0.00	8,859.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,000.00	0.00	0.00	8,959.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,100.00	0.00	0.00	9,059.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,200.00	0.00	0.00	9,159.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,300.00	0.00	0.00	9,259.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,400.00	0.00	0.00	9,359.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,500.00	0.00	0.00	9,459.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,600.00	0.00	0.00	9,559.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,700.00	0.00	0.00	9,659.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,800.00	0.00	0.00	9,759.25	172.00	495.00	-168.80	0.00	0.00	0.00
9,900.00	0.00	0.00	9,859.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,000.00	0.00	0.00	9,959.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,100.00	0.00	0.00	10,059.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,100.00	0.00	0.00	10,059.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,200.00	0.00	0.00	10,100.20	172.00	433.00	-100.00	0.00	0.00	0.00
10,300.00	0.00	0.00	10,259.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,400.00	0.00	0.00	10,359.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,500.00	0.00	0.00	10,459.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,600.00	0.00	0.00	10,559.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,700.00	0.00	0.00	10,659.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,800.00	0.00	0.00	10,759.25	172.00	495.00	-168.80	0.00	0.00	0.00
10,900.00	0.00	0.00	10,859.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,000.00	0.00	0.00	10,959.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,100.00	0.00	0.00	11,059.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,200.00	0.00	0.00	11,159.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,300.00	0.00	0.00	11,259.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,400.00	0.00	0.00	11,359.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,500.00	0.00	0.00	11,459.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,600.00	0.00	0.00	11,559.25	172.00	495.00	-168.80	0.00	0.00	0.00
11,614.75	0.00	0.00	11,574.00	172.00	495.00	-168.80	0.00	0.00	0.00
11,650.00	3.52	185.00	11,609.22	170.92	494.91	-167.72	10.00	10.00	0.00
11,700.00	8.52	185.00	11,658.93	165.69	494.45	-162.50	10.00	10.00	0.00
11,750.00	13.52	185.00	11,707.99	156.17	493.62	-152.98	10.00	10.00	0.00
11,800.00	18.52	185.00	11,756.04	142.43	492.41	-139.24	10.00	10.00	0.00
11,850.00	23.52	185.00	11,802.69	124.56	490.85	-121.39	10.00	10.00	0.00
11,900.00	28.52	185.00	11,847.61	102.71	488.94	-99.56	10.00	10.00	0.00
11,926.66	31.19	185.00	11,870.73	89.49	487.78	-86.34	10.00	10.00	0.00
[ColibriFed#		.00.00	,575.75	30.10	.07.70	00.01	10.00	10.00	0.00
11,950.00	33.52	185.00	11,890.44	77.05	486.69	-73.91	10.00	10.00	0.00
12,000.00	38.52	185.00	11,930.87	47.77	484.13	-73.91 -44.64	10.00	10.00	0.00
			11,930.87						
12,050.00	43.52	185.00	11,500.00	15.08	481.27	-11.97	10.00	10.00	0.00
12,100.00	48.52	185.00	12,003.28	-20.75	478.14	23.84	10.00	10.00	0.00



Survey Report



Company: Marathon Oil
Project: Lea County, NM

Colibri Fed 23-32-10

Well: WXY #7H
Wellbore: OH

Site:

Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well WXY #7H

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Grid

Minimum Curvature

ed Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
12,150.00	53.52	185.00	12,034.72	-59.46	474.75	62.53	10.00	10.00	0.00
12,200.00	58.52	185.00	12,062.66	-100.76	471.14	103.80	10.00	10.00	0.00
12,250.00	63.52	185.00	12,086.87	-144.32	467.33	147.33	10.00	10.00	0.00
12,300.00	68.52	185.00	12,107.18	-189.81	463.35	192.80	10.00	10.00	0.00
12,350.00	73.52	185.00	12,123.43	-236.90	459.23	239.86	10.00	10.00	0.00
12,400.00	78.52	185.00	12,135.50	-285.22	455.00	288.15	10.00	10.00	0.00
12,450.00	83.52	185.00	12,143.30	-334.41	450.70	337.31	10.00	10.00	0.00
12,504.75	89.00	185.00	12,146.87	-388.82	445.93	391.69	10.00	10.00	0.00
12,600.00	89.00	182.14	12,148.53	-483.85	440.00	486.68	3.00	0.00	-3.00
12,683.68	89.00	179.63	12,149.99	-567.50	438.71	570.32	3.00	0.00	-3.00
12,700.00	89.00	179.63	12,150.28	-583.82	438.81	586.64	0.00	0.00	0.00
12,800.00	89.00	179.63	12,152.02	-683.80	439.46	686.63	0.00	0.00	0.00
12,900.00	89.00	179.63	12,153.77	-783.79	440.10	786.61	0.00	0.00	0.00
13,000.00	89.00	179.63	12,155.51	-883.77	440.74	886.60	0.00	0.00	0.00
13,100.00	89.00	179.63	12,157.26	-983.75	441.39	986.58	0.00	0.00	0.00
13,200.00	89.00	179.63	12,159.00	-1,083.73	442.03	1,086.57	0.00	0.00	0.00
13,300.00	89.00	179.63	12,160.75	-1,183.72	442.67	1,186.55	0.00	0.00	0.00
13,400.00	89.00	179.63	12,162.49	-1,283.70	443.32	1,286.54	0.00	0.00	0.00
13,500.00	89.00	179.63	12,164.23	-1,383.68	443.96	1,386.52	0.00	0.00	0.00
13,600.00	89.00	179.63	12,165.98	-1,483.66	444.60	1,486.50	0.00	0.00	0.00
13,700.00	89.00	179.63	12,167.72	-1,583.65	445.25	1,586.49	0.00	0.00	0.00
13,800.00	89.00	179.63	12,169.47	-1,683.63	445.89	1,686.47	0.00	0.00	0.00
13,900.00	89.00	179.63	12,171.21	-1,783.61	446.53	1,786.46	0.00	0.00	0.00
14,000.00	89.00	179.63	12,172.95	-1,883.60	447.18	1,886.44	0.00	0.00	0.00
14,100.00	89.00	179.63	12,174.70	-1,983.58	447.82	1,986.43	0.00	0.00	0.00
14,200.00	89.00	179.63	12,176.44	-2,083.56	448.46	2,086.41	0.00	0.00	0.00
14,300.00	89.00	179.63	12,178.19	-2,183.54	449.11	2,186.40	0.00	0.00	0.00
14,400.00	89.00	179.63	12,179.93	-2,283.53	449.75	2,286.38	0.00	0.00	0.00
14,500.00	89.00	179.63	12,181.68	-2,383.51	450.39	2,386.37	0.00	0.00	0.00
14,600.00	89.00	179.63	12,183.42	-2,483.49	451.04	2,486.35	0.00	0.00	0.00
14,700.00	89.00	179.63	12,185.16	-2,583.47	451.68	2,586.34	0.00	0.00	0.00
14,800.00	89.00	179.63	12,186.91	-2,683.46	452.32	2,686.32	0.00	0.00	0.00
14,900.00	89.00	179.63	12,188.65	-2,783.44	452.97	2,786.31	0.00	0.00	0.00
15,000.00	89.00	179.63	12,190.40	-2,883.42	453.61	2,886.29	0.00	0.00	0.00
15,100.00	89.00	179.63	12,192.14	-2,983.41	454.25	2,986.28	0.00	0.00	0.00
15,200.00	89.00	179.63	12,193.89	-3,083.39	454.89	3,086.26	0.00	0.00	0.00
15,300.00	89.00	179.63	12,195.63	-3,183.37	455.54	3,186.25	0.00	0.00	0.00
15,400.00	89.00	179.63	12,197.37	-3,283.35	456.18	3,286.23	0.00	0.00	0.00
15,500.00	89.00	179.63	12,199.12	-3,383.34	456.82	3,386.22	0.00	0.00	0.00
15,600.00	89.00	179.63	12,200.86	-3,483.32	457.47	3,486.20	0.00	0.00	0.00
15,700.00	89.00	179.63	12,202.61	-3,583.30	458.11	3,586.19	0.00	0.00	0.00
15,800.00	89.00	179.63	12,204.35	-3,683.28	458.75	3,686.17	0.00	0.00	0.00

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Pro Directional

Survey Report



Marathon Oil

Company: Marathon Oil
Project: Lea County, NM

Site: Colibri Fed 23-32-10

Well: WXY #7H
Wellbore: OH
Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method: Database:

Well WXY #7H

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Well @ 3729.50usft (GL: 3703' + KB:

26.5'(H&P480))

Grid

Minimum Curvature

9	T TOMITT IGHTY					Troil idilior						
ned Survey												
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)			Build Rate (°/100usft)	Turn Rate (°/100usft)			
15,900.00 89.00 179.63 12,206.1		12,206.10	-3,783.27	459.40	3,786.15	0.00	0.00	0.00				
16,000.0	00 89.00	179.63	12,207.84	-3,883.25	460.04	3,886.14	0.00	0.00	0.00			
16,100.0	00 89.00	179.63	12,209.58	-3,983.23	460.68	3,986.12	0.00	0.00	0.00			
16,200.0	00 89.00	179.63	12,211.33	-4,083.22	461.33	4,086.11	0.00	0.00	0.00			
16,300.0	00 89.00	179.63	12,213.07	-4,183.20	461.97	4,186.09	0.00	0.00	0.00			
16,400.0	00 89.00	179.63	12,214.82	-4,283.18	462.61	4,286.08	0.00	0.00	0.00			
16,500.0	00 89.00	179.63	12,216.56	-4,383.16	463.26	4,386.06	0.00	0.00	0.00			
16,600.0	00 89.00	179.63	12,218.31	-4,483.15	463.90	4,486.05	0.00	0.00	0.00			
16,700.0	00 89.00	179.63	12,220.05	-4,583.13	464.54	4,586.03	0.00	0.00	0.00			
16,800.0	00 89.00	179.63	12,221.79	-4,683.11	465.19	4,686.02	0.00	0.00	0.00			
16,900.0	00 89.00	179.63	12,223.54	-4,783.09	465.83	4,786.00	0.00	0.00	0.00			
16,974.6	89.00	179.63	12,224.84	-4,857.71	466.31	4,860.62	0.00	0.00	0.00			
[ColibriFe	ed#7H]LTP/BHL											

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
[ColibriFed#7H]FTP - plan misses target - Point	0.00 center by 65.8		11,888.00 26.66usft MC	123.04) (11870.73 T	433.84 VD, 89.49 N, 4	482,916.68 487.78 E)	706,058.94	32.3258907	-103.6662520
[ColibriFed#7H]LTP/BHL - plan hits target cen - Point		0.01	12,224.8 4	-4,857.71	466.31	477,935.93	706,091.41	32.3121992	-103.6662472

Checked By:	Approved By:	Date:	
_			

Batch Drilling Plan

- Marathon Oil Permian LLC. respectfully requests the option to "batch" drill sections of a well with intentions of returning to the well for later completion.
- When it is determined that the use of a "batch" drilling process to increase overall efficiency and reduce rig time on location, the following steps will be utilized to ensure compliant well control before releasing drilling rig during the batch process.
- Succeeding a successful cement job, fluid levels will be monitored in both the annulus and casing string to be verified static.
- A mandrel hanger packoff will be ran and installed in the multi-bowl wellhead isolating and creating a barrier on the annulus. This packoff will be tested to 5,000 PSI validating the seals.
- At this point the well is secure and the drilling adapter will be removed from the wellhead.
- A 13-5/8" 5M temporary abandonment cap will be installed on the wellhead by stud and nut flange. The seals of the TA cap will then be pressure tested to 5,000 PSI.
- The drilling rig will skid to the next well on the pad to continue the batch drilling process.
- When returning to the well with the TA cap, the TA cap will be removed and the BOP will be nippled up on the wellhead.
- A BOP test will then be conducted according to Onshore Order #2 and drilling operations will resume on the subject well.

Request for Surface Rig

 Marathon Oil Permian LLC. Requests the option to contract a surface rig to drill, set surface casing and cement on the subject well. If the timing between rigs is such that Marathon Oil Permian LLC. would not be able to preset the surface section, the primary drilling rig will drill the well in its entirety per the APD.



U.S. Department of the Interior BUREAU OF LAND MANAGEMENT

Drilling Plan Data Report

03/28/2022

APD ID: 10400029250

Submission Date: 04/17/2018

Highlighted data reflects the most recent changes

•

Operator Name: MARATHON OIL PERMIAN LLC

rooont of

Well Name: COLIBRI FEDERAL 23 32 10 WXY

Well Number: 7H

Show Final Text

Well Type: OIL WELL

Well Work Type: Drill

Section 1 - Geologic Formations

Formation ID	Formation Name	Elevation	True Vertical Depth	Measured Depth	Lithologies	Mineral Resources	Producing Formation
208473	RUSTLER	2581	1122	1122	ANHYDRITE, DOLOMITE	OTHER : Brine	N
208474	SALADO	985	1594	1594	ANHYDRITE, SALT	OTHER : Brine	N
208475	CASTILE	-901	3480	3499	ANHYDRITE, SALT	OTHER : Brine	N
208477	BASE OF SALT	-2164	4743	4779	LIMESTONE, SANDSTONE	NATURAL GAS, OTHER : Brine	N
208478	LAMAR	-2280	4859	4896	SANDSTONE, SHALE	NATURAL GAS, OIL	N
208479	BELL CANYON	-2346	4925	4962	SANDSTONE, SHALE	NATURAL GAS, OIL	N
208480	CHERRY CANYON	-3441	6020	6058	OTHER, SANDSTONE : Carbonate	NATURAL GAS, OIL	N
208481	BRUSHY CANYON	-4483	7062	7080	OTHER, SANDSTONE : Carbonate	NATURAL GAS, OIL	N
208482	BONE SPRING	-6122	8701	8739	OTHER, SANDSTONE : Carbonate	NATURAL GAS, OIL	N
208487	BONE SPRING 1ST	-7301	9880	9918	OTHER, SANDSTONE : Carbonates	NATURAL GAS, OIL	N
208488	BONE SPRING 2ND	-8000	10579	10619	OTHER, SANDSTONE : Carbonates	NATURAL GAS, OIL	N
208489	BONE SPRING 3RD	-9184	11763	11805	OTHER, SANDSTONE : Carbonates	NATURAL GAS, OIL	N
208558	WOLFCAMP	-9486	12067	12212	OTHER, SANDSTONE, SHALE : Carbonates	NATURAL GAS, OIL	Y
			1	1		1	L

Section 2 - Blowout Prevention

Well Name: COLIBRI FEDERAL 23 32 10 WXY Well Number: 7H

Pressure Rating (PSI): 10M Rating Depth: 15152

Equipment: 13 5/8 5M Annular, 10M pipe ram, and 10M double ram will be installed and tested for each of the 12 ¼, 8 ¾

and 6 1/8 hole sections.

Requesting Variance? YES

Variance request: A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart. BOP variance is requested for the annular to be 5000 psi on 10000 psi BOP stack.

Testing Procedure: - BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table attached. If the system is upgraded all the components installed will be functional and tested. The Annular will be tested to 70% of 5000 working pressure (see attached BOP plan). The working pressure of 10000 for the single Pipe Ram and Double Ram (Pipe & Blind) will be tested to 10000 psi. - Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and choke manifold. See attached schematics. - Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i. - A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the system will be tested. See attached schematic.

Choke Diagram Attachment:

- 2_Colibri_Fed_23_32_10_WXY_7H_Choke_Line_Flex_III_Rig_20180409143808.pdf
- 2_Colibri_Fed_23_32_10_WXY_7H_5M_10M.TWO_CHOKE_MANIFOLD.BLM_20180409143807.pdf
- 2_Colibri_Fed_23_32_10_WXY_7H_Choke_Line_Test_Chart_SN_63393_20180409143809.pdf
- 2_Colibri_Fed_23_32_10_WXY_7H_Contitech_Hose_SN_663393_20180409143809.pdf

BOP Diagram Attachment:

- 3_Colibri_Fed_23_32_10_WXY_7H_WH_TH_DESIGN__2_DRAWING_20180409143824.pdf
- 3 Colibri Fed 23 32 10 WXY 7H 10 5M Flex.BOPE.BLM 20180409143823.pdf

Marathon_Permian___Drilling_Well_Control_Plan_06_05_2018_20180726062132.pdf

Section 3 - Casing

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
1	SURFACE	17.5	13.375	NEW	API	N	0	1150	0	1150	3703	2553	1150	J-55	54.5	ST&C	3.28	1.82	BUOY	1.95	BUOY	1.95
	INTERMED IATE	12.2 5	9.625	NEW	API	N	0	4900	0	4850	3703	-1147	4900	J-55	40	LT&C	2.63	2.63	BUOY	1.88	BUOY	1.88

Well Name: COLIBRI FEDERAL 23 32 10 WXY

Well Number: 7H

Casing ID	String Type	Hole Size	Csg Size	Condition	Standard	Tapered String	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Top Set MSL	Bottom Set MSL	Calculated casing length MD	Grade	Weight	Joint Type	Collapse SF	Burst SF	Joint SF Type	Joint SF	Body SF Type	Body SF
	PRODUCTI ON	8.75	7.0	NEW	API	N	0	12500	0	12150	3703	-8447	12500	P- 110	29	BUTT	1.18	1.18	BUOY	2.03	BUOY	2.03
4	LINER	6.12 5	4.5	NEW	API	N	11600	16975	11550	12225	-7847	-8522	5375	P- 110	13.5	BUTT	1.31	1.31	BUOY	2.39	BUOY	2.39

Casing ID: 1

String Type: SURFACE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Colibri_Fed_23_32_10_WXY_7H_Red_Hills_3_csg___liner__Surface_Csg_20180409143938.pdf

Casing ID: 2

String Type: INTERMEDIATE

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Colibri_Fed_23_32_10_WXY_7H_Red_Hills_3_csg___liner__Int_I_Csg_20180409144220.pdf

Well Name: COLIBRI FEDERAL 23 32 10 WXY Well Number: 7H

Casing Attachments

Casing ID: 3

String Type: PRODUCTION

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Colibri_Fed_23_32_10_WXY_7H_Red_Hills_3_csg___liner__Int_II_Csg_20180409144229.pdf

Casing ID: 4

String Type:LINER

Inspection Document:

Spec Document:

Tapered String Spec:

Casing Design Assumptions and Worksheet(s):

Colibri_Fed_23_32_10_WXY_7H_Red_Hills_3_csg___liner__Prod_Liner_20180409144240.pdf

Section 4 - Cement

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
SURFACE	Lead		0	850	732	1.75	13.5	1278	100	Class C	3 lbm/sk granular LCM + 0.1250 lbm/sk Poly- EFlake
SURFACE	Tail		850	1150	234	1.36	14.8	320	100	Class C	0.25 % Accelerator
INTERMEDIATE	Lead		0	3920	1242	1.73	12.8	2148	75		0.02 Gal/Sx Defoamer + 0.5% Extender + 1% Accelerator
INTERMEDIATE	Tail		3920	4900	346	1.33	14.8	460	50	Class C	0.07 % Retarder

Well Name: COLIBRI FEDERAL 23 32 10 WXY Well Number: 7H

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity(sx)	Yield	Density	Cu Ft	Excess%	Cement type	Additives
PRODUCTION	Lead		4000	1150 0	710	2.7	11	1917	70	Class C	0.8% retarder + 10% extender + 0.02 gal/sk + 2.0% Extender + 015% Viscosifier
PRODUCTION	Tail		1150 0	1250 0	179	1.09	15.6	195	30	Class H	3% extender + 0.1% Dispersant + 0.2% retarder
LINER	Lead		1160 0	1697 5	0	0	0	0	0	No lead; only tail cement.	NA
LINER	Tail		1160 0	1697 5	539	1.22	14.5	658	30	Class H	0.15% retarder + 3.5% extender + 0.25% fluid loss

Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

Describe what will be on location to control well or mitigate other conditions: The necessary mud products for additional weight and fluid loss control will be on location at all times.

Describe the mud monitoring system utilized: Losses or gains in the mud system will be monitored visually/manually as well as with an electronic PVT.

Circulating Medium Table

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1150	4900	SALT SATURATED	9.9	10.2							
0	1150	WATER-BASED MUD	8.4	8.8							
4900	1250 0	OTHER : Cut Brine	9	9.4							

Well Name: COLIBRI FEDERAL 23 32 10 WXY

Well Number: 7H

Top Depth	Bottom Depth	Mud Type	Min Weight (lbs/gal)	Max Weight (lbs/gal)	Density (lbs/cu ft)	Gel Strength (lbs/100 sqft)	ЬН	Viscosity (CP)	Salinity (ppm)	Filtration (cc)	Additional Characteristics
1250 0	1697 5	OIL-BASED MUD	12	12.5							

Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

Open Hole Logs: GR while drilling from Intermediate I casing shoe to TD.

List of open and cased hole logs run in the well:

GR

Coring operation description for the well:

None planned

Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7946 Anticipated Surface Pressure: 5256.5

Anticipated Bottom Hole Temperature(F): 183

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geoharzards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

- 4_Colibri_Fed_23_32_10_WXY_7H_H2S_Contiengency_Plan_Summary_20180409144735.pdf
- 4_Colibri_Fed_23_32_10_WXY_7H_Pad_Flex_III_20180409144735.pdf
- 4_Marathon_Carlsbad_Colibri_Fed_23_32_10_1H_2H_6H_7H_Contingency_Plan_032118_20180409144736.pdf
- 12_Colibri_Federal_23_32_10__Gas_Capture_Plan__NMOCD__20180417122253.pdf

Well Name: COLIBRI FEDERAL 23 32 10 WXY Well Number: 7H

Section 8 - Other Information

Proposed horizontal/directional/multi-lateral plan submission:

5_Colibri_Federal_23_32_10_WXY_7H_Directional_Plans_20180409144809.pdf

Other proposed operations facets description:

OCD NSL in place for this unit allowing a closer setback.

Potential Hazards:

- H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6.
- No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.
- No losses are anticipated at this time.
- All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well.
- Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

Other proposed operations facets attachment:

Colibri_Federal_23_32_10_WXY_7H_Drilling_APD_Information_20180409144822.doc DRILL_8_Batch_Drilling_Plan_and_Surface_Rig_Request__1H__20180726103616.pdf

Other Variance attachment:

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: | MARATHON OIL PERMIAN LLC

LEASE NO.: | NMNM085939

WELL NAME & NO.: | COLIBRI FEDERAL 23 32 10 TB 7H

SURFACE HOLE FOOTAGE: 269'/N & 906'/W **BOTTOM HOLE FOOTAGE** 150'/S & 1340'/W

LOCATION: | Section 10, T.23 S., R.32 E., NMPM

COUNTY: LEA County, New Mexico

COA

H2S	O Yes	No	
Potash	None	Secretary	© R-111-P
Cave/Karst Potential	• Low	O Medium	O High
Cave/Karst Potential	Critical		
Variance	O None	Flex Hose	Other
Wellhead	Conventional	• Multibowl	O Both
Other	□4 String Area	☐Capitan Reef	□WIPP
Other	Fluid Filled	☐ Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	□СОМ	□ Unit

A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

B. CASING

- 1. The **13-3/8** inch surface casing shall be set at approximately **1250 feet** (a minimum of 25 feet (Lea County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of $\underline{8}$

- **hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The 9-5/8 inch Intermediate casing shall be set at approximately 4850 feet. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

Option 1 (Single Stage):

Cement to surface. If cement does not circulate see B.1.a, c-d above.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.

3. The minimum required fill of cement behind the 7 inch production casing is:

Option 1 (Single Stage):

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
- 4. The minimum required fill of cement behind the 4-1/2 inch production liner is:
 - Cement should tie-back **100 feet** into the previous casing. Operator shall provide method of verification.

C. PRESSURE CONTROL

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).'

2. **BOP REQUIREMENTS**

Option 1:

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the intermediate casing shoe shall be **10,000** (**10M**) psi.

Option 2:

Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be 10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - ☐ Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,

Page 3 of 8

(575) 361-2822

- ☐ Lea County
 Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)
 393-3612
- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. When the operator proposes to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. <u>CASING</u>

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's

requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.

- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).

- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

RI12132020

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 121542

CONDITIONS

Operator:	OGRID:
MARATHON OIL PERMIAN LLC	372098
990 Town & Country Blvd. Houston, TX 77024	Action Number: 121542
	Action Type:
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)

CONDITIONS

Created By	Condition	Condition Date
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104	8/5/2022
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	8/5/2022
pkautz	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system	8/5/2022
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing	8/5/2022