From:	<u>Covarrubias, Adrian (MRO)</u>
То:	McClure, Dean, EMNRD
Cc:	Castaneda, Jinni A. (MRO)
Subject:	[EXT] RE: Off lease measurement application for Blue Steel 23 29 21 302 1 Pad 2H
Date:	Monday, December 7, 2020 7:03:10 AM
Attachments:	STATE CA APPROVED BLUE STEEL 2H.pdf

Good morning Dean,

Attached is the CA for these wells. Also, the production is going to be isolated from production of other wells. No other wells are using the same custody transfer point.

There are other wells that are planned for the future, but I don't have a current timeline when those may be completed. We do plan on making revisions to the Off-Lease Permit as necessary when that happens.

Let me know if there are any other questions.

Thank you,

Adrian Covarrubias

Regulatory Professional | Permian Asset Marathon Oil Company | 5555 San Felipe, Houston, TX 77056 O: 713.296.3368 | M: 713.962.7591

From: McClure, Dean, EMNRD <Dean.McClure@state.nm.us>
Sent: Friday, December 04, 2020 10:54 AM
To: Covarrubias, Adrian (MRO) <acovarrubias@marathonoil.com>
Subject: [External] Off lease measurement application for Blue Steel 23 29 21 302 1 Pad 2H

Beware of links/attachments.

Mr. Covarrubias,

I am reviewing the off lease measurement application for the Blue Steel 23 29 21 302 1 Pad 2H (OLM-222) operated by Marathon Oil Permian, LLC (372098).

What is the status of the CA for these wells? I will need to see a signed copy of the CA packet.

Is the production from these wells going to be completely isolated from the production from any other wells including having their own independent custody transfer point?

Dean McClure Petroleum Engineer, Oil Conservation Division New Mexico Energy, Minerals and Natural Resources Department (505) 469-8211