Before the Oil Conservation Division Examiner Hearing January 10, 2019

Case No. 20131

Battle 34 WC Fee 20H



STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF MARATHON
OIL PERMIAN LLC FOR APPROVAL
OF A SPACING UNIT AND COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO

CASE NO. 20131

SECOND AMENDED APPLICATION

Marathon Oil Permian LLC ("Marathon"), OGRID Number 372098, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order: (1) to the extent necessary, approving the creation of a 160-acre, more or less, spacing unit covering the E/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico, from 100' below the top of the Wolfcamp formation (+/- 12,080' TVD) to the base of the Wolfcamp Oil Pool underlying this proposed spacing unit; and (2) pooling all uncommitted mineral interests in the Wolfcamp formation underlying this spacing unit. In support of this application, Marathon states as follows:

- 1. Marathon is an interest owner in the subject lands and has a right to drill a well thereon.
- 2. Marathon seeks to dedicate the E/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico, from 100' below the top of the Wolfcamp formation (+/- 12,080' TVD) to the base of the Wolfcamp Oil Pool to form a 160-acre, more or less, spacing unit.

- 3. Marathon plans to drill the **Battle 34 WC Fee 20H** well to a depth sufficient to test the Wolfcamp formation. This well will be horizontally drilled.
 - 4. This well will comply with the Division's setback requirements.
- 5. Marathon sought, but has been unable to obtain a voluntary agreement from all interest owners in the Wolfcamp formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
- 6. The creation of a spacing unit and pooling of all interests in the Wolfcamp formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.
- 7. Marathon further requests that it be allowed one (1) year between the time the well is drilled and completion of the well.

WHEREFORE, Marathon requests this application be set for hearing before an Examiner of the Oil Conservation Division on January 10, 2019, and after notice and hearing as required by law, the Division enter its order:

- A. To the extent necessary, approving the creation of a 160-acre, more or less, spacing unit covering the E/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico, from 100' below the top of the Wolfcamp formation (+/-12,080' TVD) to the base of the Wolfcamp Oil Pool underlying this proposed spacing unit.
- B. Pooling all mineral interests in the Wolfcamp formation underlying this spacing unit;
- C. Designating Marathon as operator of this unit and the well to be drilled thereon;

D. Authorizing Marathon to recover its costs of drilling, equipping and completing this well;

E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;

F. Setting a 200% charge for the risk involved in drilling and completing the well in the event a working interest owner elects not to participate in the well.

G. Allowing a period of one (1) year between when the well is drilled and when the well is completed under the order.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS & SISK, P.A.

Deana M. Bennett

Zoe E. Lees

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 Attorneys for Applicant CASE NO. 20131: Second Amended Application of Marathon Oil Permian LLC for a spacing unit and compulsory pooling, Lea County, New Mexico. Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 160-acre, more or less, spacing unit covering the E/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico, from 100' below the top of the Wolfcamp formation (+/- 12,080' TVD) to the base of the Wolfcamp Oil Pool underlying this proposed spacing unit; and (2) pooling all mineral interests in the Wolfcamp formation underlying this spacing unit. This proposed spacing unit will be dedicated to the Battle 34 WC Fee 20H well, to be horizontally drilled. The producing area for this well will be orthodox. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Marathon as operator of the well, and a 200% charge for risk involved in drilling said well, and allowing a one year period between when the well is drilled and when the well is completed. Said area is located approximately 23 miles west of Eunice, New Mexico.

<u>District 1</u>
1625 N. French Dr., Hobbs, NM 88240
Phone. (575) 393-6161 Fax (575) 393-0720
<u>District II</u>
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax (575) 748-9720

District III
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

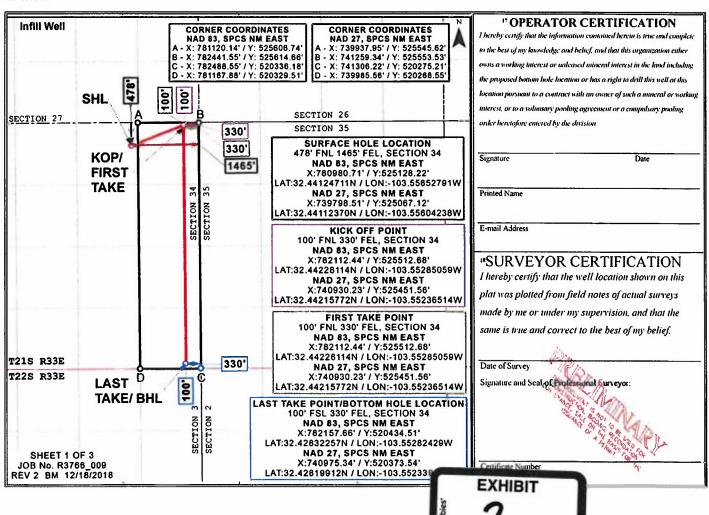
☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

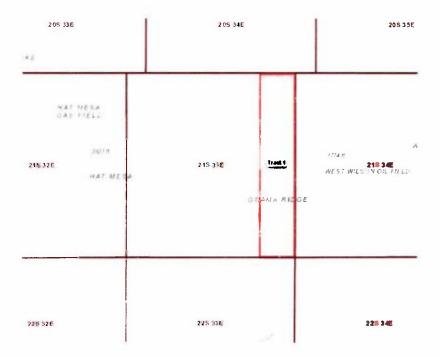
1	¹ API Number			² Pool Code		³ Pool Name				
						WC-025 C	80; WOLFCA	OLFCAMP		
4 Property	⁴ Property Code			5 Property Name					⁶ Well Number	
				BATTLE 34 WC FEE					20H	
⁷ OGRID	OGRID No.			8 Operator Name					⁹ Elevation	
37209	372098			MARATHON OIL PERMIAN LLC					3697'	
					¹⁰ Surface I	Location				
UL or lot no.	r lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East						East/West line	County		
В	34	21S	33E		478	NORTH	1465	EAST	LEA	

"Bottom Hole Location If Different From Surface Range Lot Idn Feet from the North/South line UL or lot no. Section Township Feet from the East/West line County 34 33E 100 SOUTH 330 **EAST** LEA 21S 12 Dedicated Acres ³ Joint or Infill 14 Consolidation Code Order No. 160.0

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



Tract 1: Fee Acreage







Summary of Interests Battle 34 WC Fee 20H E/2E/2 of Section 34, 21S-33E – 160 acres

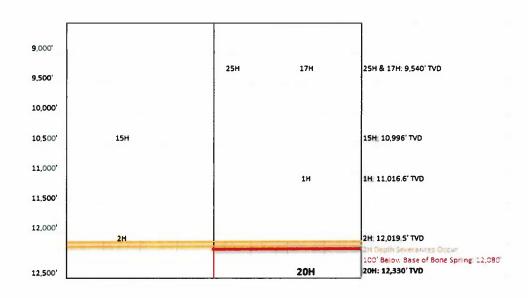
100' Below the Top of the Wolfcamp formation, at +/- 12,080', to the Base of the Wolfcamp Oil Pool

•	Committed Working Interest: - Marathon Oil Permian LLC 61.287699% - Roy Barton Jr., Trustee of the Roy G. Barton, Sr. & Opal Revocable Trust 1.246280% - The Allar Company 4.142856% - Mosaic Resources LLC 3.000000% - 5588 Oil LLC 0.075397%	69.752237%
•	Uncommitted Working Interest: - Richardson Mineral and Royalty, LLC - Roy Barton Jr., Trustee of the Roy G. Barton, Sr. & Opal Revocable Trust - Fortress Energy Delaware, LLC 2.343750%	23.591027%
•	Unleased Mineral Interest: - Estate of Warren Thurston 0.428571% - Richard Donald Jones 1.875000% - Oak Valley Mineral and Land LP 0.678571% - First National Bank & Trust of Okmulgee, Trustee for the Patricia Boyle Young Management Trust 3.750000%	6.732142%





Depth Severances in the Wolfcamp C 20H well



2H Depth Severances @ 100' below producing formation/zone/Base of Bone Spring (12,080) and 100' below deepest perforation/depth drilled (12,119.5')

Lease Language

- "...100' feet below the deepest perforation/depth drilled."
 - Roy Barton, III, Heidi Barton, Brett Barton, and Byron Trust
- "...100' below the base of the deepest producing formation/zone."
 - Richardson Mineral & Trust, Mark Hodge





MARATHON OIL PERMIAN LLC AUTHORITY FOR EXPENDITURE DETAIL OF ESTIMATED WELL COSTS

DATE	9/10/2018
DRILLING & LOCATION PREPARED BY	MATTHEW RUGAARD
COMPLETION PREPARED BY	JOSH SHANNON
FACILITIES PREPARED BY	SCOTT KING
ARTIFICIAL LIFT PREPARED BY	BILLY MOORE

isset Team	PERMIAN	
leld	FORMATION: WOLFCAMP C WILDCAT	EXPLORATION
ease/Facility	BATTLE FEG 21 33 34 WC 20H DEVELOPMENT	RECOMPLETION
ocation	LEA COUNTY Y EXPLOITATION	WORKOVER
rospect	RANGER	
st Total Depth	17,657 Est Drilling Days 23.5 Est Completion D	ays5.5
OCATION COST	INTANGIBLE	
GL CODE	DESCRIPTION	ESTIMATED COS
7001270		
	Location and Access	30,00
7001250	Land Broker Fees and Services	27,00
	TOTAL LOCATION COST - INTANGIBLE	57,00
RILLING COST -	TANGIBLE	
2012000	**************************************	
7012050	Conductor Pi	28,00
7012050	Surface Casing	53,00
7012050	Intermediate Casing 1	244,60
7012050	Intermediate Casing 2	231,00
7012050	Production Casi	71,00
7012050	Orig Uner Hanger, Tiebuck og & Csg Accessories	55,00
7012550	Drilling Wellhead Equipment	50,00
7012040		
	Casing & Tubing Access	24,00
7012270	Miscellaneous MRO Materials	
	TOTAL DRILLING - TANGIBLE	761,60
RILLING COST	INTANGIBLE	
7019200	Orilling Rig Mob/Demob	26,00
7019220	Orilling Rig - day work/footage	741,00
7019040	Directional Drilling Services	
7019020	Cement and Cementing Service Surface	260,00
		15,00
7019020	Cement and Cementing Service Intermediate 1	55,00
7019020	Cement and Cementing Service Intermediate 2	75,00
7019020	Cement and Cementing Service Production	55,00
7019140	Mud Fluids & Services	72,50
7012310	Solids Control equipment	51,00
7012020	Bits	
	Casing Crew and Services	70,00
7019010		36,00
7016350	Euel (Rig)	88,00
7019140	Fuel (Mud)	13,00
7001460	Water (non potable)	25,00
7012350	Water (potable)	5,00
7019000	Well Logging Services	
701915C	Mud Logging+geosteering	25.00
7019250	Stabflizers, Hole Openers, Underreamers (DH rentals)	
7019110		15,00
	Casing inspection/cleaning	15,00
7015110	Orld pipe/collar inspection services	10,00
7016180	Freight - truck	25,00
7001460	Water haufing and disposal (includes soil farming)	60,00
7001160	Contract Services - Disposal/Non-Hazardous Waste	30,00
7001446	Vacuum Trucks	10,0
7000030	Contract Labor - general	30,0
7000030	Contract Labor - Operations	3,0
7001200	Contract Services - Facilities	
7019300	Well Services - Well Control Services	10,00
7019350		24,2
	Well Services - Well/Wellhead Services	10,0
7018150	Rental Tools and Equipment (surface rentals)	114,0
7018150	Sig Equipment and Misc.	14,2
7001110	Telecommunications Services	5,00
7001120	Consulting Services	133,99
7001400	Safety and Environmental	45,60
7018120	Rental Buildings (trailers)	
7019310	Coring (sidewalls & analysis)	22,80
7011010	7% Contingency & Taxes	210,00
	TOTAL DRILLING - INTANGIBLE	\$2,449,4
	TOTAL DRILLING COST	
		\$3,211,01
OMPLETION .	ANGIBLE	
7012580	Tubing	
7012040	Tubing Accessories (nipple, wireline entry)	
7012550	Weilhead Equip	
7012560	Packets - Completion Equipment	15,00
7012360		
7012360		
7012360	TOTAL COMPLETION - TANGIBLE	\$15,00



MARATHON OIL PERMIAN LLC AUTHORITY FOR EXPENCITURE DETAIL OF ESTIMATED WELL COSTS

Title

FORMATION: WOLFCAMP C BATTLE FEE 21 33 34 WC 20H Lease/Facility COMPLETION - INTANGIBLE GL CODE DESCRIPTION ESTIMATED COST Location and Access [dress location after rig move, set anchors 10,000 7001270 7019220 7019140 Drilling Rig During Completion Mud Fluids & Services Colled Tubing Services (3 runs) 225,000 7019030 7019240 7019270 Pulling/Swab Units Fuel (from drlg)
Casing Crew and Services 7016350 7019010 Cement and Cementing Services 7019020 7019080 7019320 Well Testing Services (flow hand & equip) Fracturing Services 140,000 2,200,000 7019330 Perforating 175,000 Wireline Services
Water Hauling & Disposal (frac fluids) 7019360 7001460 265,000 7016180 Freight - Truck (haul pipe; drig & compl) 15,000 BOP Rental & Testing 7018150 Rental Tools and Equipment (incl dris; lightplant, hydra-walk) 7018150 CT Downhole Rental Equipment (le. Bit, BHA) Contract Labor - general 25,000 7000030 7001110 Telecommunications Services 85,000 Safety and Environmental Consulting Services /001120 60,000 7018150 Zipper Manifold 140,000 7019300 7016190 Frack Stack Rentals 45,000 Freight (Transportation Services) Equipment Rental (w/o operator, frac tanks, lightplants) 7018150 115,000 Rental Buildings (trailers)

Contract Labor - Pumping (pump-down pumps) 15,000 30,000 7018120 7011010 3% Contingency & Taxes 255,600 TOTAL COMPLETION - INTANGIBLE 53,315,600 TOTAL COMPLETION COST \$3,830,600 SURFACE EQUIPMENT - TANGIBLE Misc. Piping, Fittings & Valve: Company Labor & Burden 7012350 85,795 7000030 Contract Labor - General 74,150 7001110 7012410 Telecommunication equip (Telemetry) Line Pipe & Accessories 27,950 7012270 Miscellaneous Materials (containment system) 43,230 SCADA 7016180 Freight - truck 7001190 Contract Engineering
Metering and Instrumentation 29,115 7012290 7012290 237,080 r&E Materials 7012200 Gas Treating Dehydration 701220 7012010 Commercisor 7012350 2 Vapor Recovery Unit Separator & other pressure vessels 7012440 67.350 Tanks Heater Treater 7012500 193,450 7012100 17,560 7012640 Flare & Accessories 7000010 7000010 Slectrical Labor idechanical Labor 29,115 Rod Pumping unit & Pad Pumping Unit Engine 7012480 7012180 [lectrical Power (electrical cooperative construction costs) 7012350 23,290 TOTAL SURFACE EQUIPMENT - TANGIBLE \$839,730 TOTAL SURFACE EQUIPMENT COST \$ 839,730 ARTIFICIAL LIFT 7012580 Yubing
Tubing Accessories (nipple, wireline entry) 7012040 5,000 7012550 Wellhead Equip 5,000 7012560 Packers - Completion Equipment 5,000 Company Labor 6,000 7012180 Gas Uft Equipment 23,000 7012480 7012140 Rod Pumping, Sucker Rods & Rod Pump Elect Sub Pumps (ESP) 7019350 Well Services-Well/Wellhead Services 42,500 Materials & Supplies-Yangible Surface Weilhead Equipment 7012270 25,000 7012550 3,000 7012390 Pig Launchers/Receivers & Rel Equip 7011010 Contingency & Taxes 5,000 TOTAL ARTIFICIAL LIFT 169,500 TOTAL ARYIFICIAL LIFT COST 169,500 SUMMARY OF ESTIMATED DRILLING WELL COSTS TOTAL COST TOTAL LOCATION COST TOTAL DRILLING COST 3,211,017 TOTAL COMPLETIONS COST 3,830,600 TOTAL SURFACE FOUIPMENT COST 839,730 TOTAL ARTIFICIAL LIFT COST 169,500 **GRAND TOTAL COST** \$8,107,847 Participant's Approval Company

Date:

STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF MARATHON OIL PERMIAN LLC FOR APPROVAL OF A SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 20128

APPLICATION OF MARATHON OIL PERMIAN LLC FOR APPROVAL OF A SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 20129

APPLICATION OF MARATHON OIL PERMIAN LLC FOR APPROVAL OF A SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 20131

AFFIDAVIT

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

Zoe E. Lees, attorney in fact and authorized representative of Marathon Oil Permian LLC, the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Applications were sent under a notice letter and that proof of receipt is attached hereto.

Zoe E. Lees



SUBSCRIBED AND SWORN to before me this 9th day of January, 2019 by Zoe E. Lees.

Karlene Schuman NOTARY PUBLIC STATE OF NEW MEXICO

My commission expires: 272

My commission expires: 272

Notary Public

Transaction Report Details - CertifiedPro.net Firm Mail Book ID= 158013 Generated: 1/8/2019 4:05:33 PM

Certified Mail Article Number	Name 1	Address	City	State	Zip	Certified Mailing Status	Mail Delivery Date
9314869904300054281831	The Estate of Warren Thurston	1122 8th Ave. West	Seattle	WA	98119	Delivered	01-03-2019
9314869904300054281824	Texas Commerce Bank, Trustee of the Patricia Boyle Your	P.O. Box 209829	Houston	TX	77216	Delivered	12-28-2018
9314869904300054281817	5588 Oil LLC	P.O. Box 470925	Fort Worth	TX	76147	Delivered	12-24-2018
9314869904300054281800	Roy G. Barton, III	1919 N. Turner St.	Hobbs	NM	88240	Delivered	12-26-2018
9314869904300054281794	William J. McCaw and Nancy K. McCaw	P.O. Box 376	Artesia	NM	88211	Delivered	12-26-2018
9314869904300054281787	Mark E. Hodge	P.O. Box 3149	Bellaire	TX	77402	Delivered	12-31-2018
9314869904300054281770	Robert P. Byron and Jeannine Hooper Byron	P.O. Box 1562	Roswell	NM	88202	Delivered	12-26-2018
9314869904300054281763	Baloney Feathers, Ltd.	P.O. Box 1586	Lubbock	TX	79408	Delivered	12-26-2018
9314869904300054281756	Richard Donald Jones	200 N. Gaines Road	Ceder Creek	TX	78612	Delivered	12-26-2018
9314869904300054281749	Richardson Mineral & Royalty	P.O. Box 2423	Roswell	NM	88202	Delivered	12-26-2018
9314869904300054281732	Jean Johnstone, as separate property	10 Calle Loma	Sante Fe	NM	87507	To be Returned	
9314869904300054281725	Oak Valley Mineral and Land LP	P.O. Box 50820	Midland	TX	79710	Delivered	12-26-2018
9314869904300054281718	Artesia Oil & Gas LLC	P.O. Box 1768	Artesia	NM	88211	Delivered	12-28-2018
9314869904300054281701	Crown Oil Partners V, LP	P.O. Box 50820	Midland	TX	79710	Delivered	12-26-2018
931.4869904300054281695	Roy G. Barton, Jr., Trustee of the Roy G. Barton & Opal R	(1919 N. Turner St.	Hobbs	NM	88240	Delivered	12-26-2018
9314869904300054281688	The Allar Company	P.O. Box 1567	Graham	TX	76450	Delivered	12-26-2018
9314869904300054281671	Mosaic Resources LLC	P.O. Box 2390	Hobbs	NM	88241	Delivered	12-27-2018
9314869904300054281664	Sam L. Shackleford, a single man	1096 Mechem Dr.	Riodoso	NM	88345	To be Returned	
9314869904300054281657	COG Operating LLC	600 W Illinois Ave.	Midland	TX	79701	Delivered	12-26-2018
9314869904300054281640	Cimarex Energy Co.	600 N Marienfeld St. Ste 600	Midland	TX	79701	Undelivered	
9314869904300054281633	Advance Energy Partners Hat Mesa, LLC	11490 Westhelmer Rd. Ste 950	Houston	TX	77077	Delivered	12-26-2018
9314869904300054281626	Devon Energy Production CO LP	333 W Sheridan Ave.	Oklahoma City	OK	73102	Delivered	12-26-2018
9314869904300054281619	Chevron USA Inc	6301Deauville	Midland	TX	79708	Delivered	01-07-2019

Karlene Schuman Modrall Sperling Roehl Harris & Sisk P.A. 500 Fourth Street, Suite 1000 Albuquerque NM 87102

PS Form 3877

Type of Mailing: CERTIFIED 12/21/2018



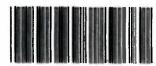
Firm Mailing Book ID: 158013

Line	Article Number	Name, Street & P.O. Address	Postage	Fec	R.R.Fee	Reference	Rest.Del.Fee Contents
1	9314 8699 0430 0054 2816 19	Chevron USA Inc 6301Dcauvillc Midland TX 79708	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
2	9314 8699 0430 0054 2816 26	Devon Energy Production CO LP 333 W Sheridan Avc. Oklahoma City OK 73102	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
3	9314 8699 0430 0054 2816 33	Advance Energy Partners Hat Mesa, LLC 11490 Westheimer Rd. Ste 950 Houston TX 77077	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
4	9314 8699 0430 0054 2816 40	Cimarex Energy Co. 600 N Marienfeld St. Ste 600 Midland TX 79701	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
5	9314 8699 0430 0054 2816 57	COG Operating LLC 600 W Illinois Ave. Midland TX 79701	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
6	9314 8699 0430 0054 2816 64	Sam L. Shackleford, a single man 1096 Mechem Dr. Riodoso NM 88345	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
7	9314 8699 0430 0054 2816 71	Mosaic Resources LLC P.O. Box 2390 Hobbs NM 88241	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
8	9314 8699 0430 0054 2816 88	The Allar Company P.O. Box 1567 Graham TX 76450	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
9	9314 8699 0430 0054 2816 95	Roy G. Barton, Jr., Trustee of the Roy G. Barton & Opal Revocable Trust 1919 N. Turner St. Hobbs NM 88240	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
10	9314 8699 0430 0054 2817 01	Crown Oil Partners V, LP P.O. Box 50820 Midland TX 79710	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
11	9314 8699 0430 0054 2817 18	Artesia Oil & Gas LLC P.O. Box 1768 Artesia NM 88211	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
12	9314 8699 0430 0054 2817 25	Oak Valley Mineral and Land LP P.O. Box 50820 Midland TX 79710	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
13	9314 8699 0430 0054 2817 32	Jean Johnstone, as separate property 10 Calle Loma Sante Fe NM 87507	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
14	9314 8699 0430 0054 2817 49	Richardson Mineral & Royalty P.O. Box 2423 Roswell NM 88202	0318111 \$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
15	9314 8699 0430 0054 2817 56	Richard Donald Jones 200 N. Gaines Road Ceder Creek TX 78612	\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice

Karlene Schuman Modrall Sperling Roehl Harris & Sisk P.A. 500 Fourth Street, Suite 1000 Albuquerque NM 87102

PS Form 3877

Type of Mailing: CERTIFIED 12/21/2018



Firm Mailing Book ID: 158013

Line	Article Number	Name, Street & P.O. Address		Postage	Fee	R.R.Fee	Reference	Rest.Del.Fee Contents
16	9314 8699 0430 0054 2817 63	Baloney Feathers, Ltd. P.O. Box 1586 Lubbock TX 79408		\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
17	9314 8699 0430 0054 2817 70	Robert P. Byron and Jeannine Hooper Byron P.O. Box 1562 Roswell NM 88202		\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
18	9314 8699 0430 0054 2817 87	Mark E. Hodge P.O. Box 3149 Bellaire TX 77402		\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
19	9314 8699 0430 0054 2817 94	William J. McCaw and Nancy K. McCaw P.O. Box 376 Artesia NM 88211		\$1.42	\$3.45	\$1,50	81363-0172	\$0.00 Notice
20	9314 8699 0430 0054 2818 00	Roy G. Barton, III 1919 N. Turner St. Hobbs NM 88240		\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
21	9314 8699 0430 0054 2818 17	5588 Oil LLC P.O. Box 470925 Fort Worth TX 76147		\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
22	9314 8699 0430 0054 2818 24	Texas Commerce Bank, Trustee of the Patricia Patricia Boyle Young Management Trust P.O. Box 209829 Houston TX 77216		\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
23	9314 8699 0430 0054 2818 31	The Estate of Warren Thurston 1122 8th Avc. West Seattle WA 98119		\$1.42	\$3.45	\$1.50	81363-0172	\$0.00 Notice
			Totals:	\$32.66	\$79.35	\$34.50		\$0.00
							Grand Total:	\$146.51

List Number of Pieces Total Number of Pieces Postmaster: Dated:
Listed by Sender Received at Post Office Name of receiving employee



Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated December 29, 2018 and ending with the issue dated December 29, 2018.

Publisher

Sworn and subscribed to before me this 29th day of December 2018.

Business Manager

My commission expires / vanuary 29 2019



OFFICIAL SEAL Gussie Black Notary Public State of New Mexico

My Commission Expires 1-29-19

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE December 29, 2018

CASE No. 20128: Notice to all affected parties, as well as the heirs and devisees of, Chevron USA Inc, Devon Energy Production CO LP, Advance Energy Partners Hat Mesa, LLC, Cimarex Energy Co., COG Operating LLC, Sam L. Shackleford, a single man, Mosaic Resources LLC, The Allar Company, Roy G. Barton, Jr., Trustee of the Roy G. Barton Sr. & Opal Revocable Trust, Crown Oil Partners V, LP, Artesia Oil & Gas LLC, Oak Valley Mineral and Land LP, Ethel Knowlton, a wildow, Jean Johnstone, as separate property, Richardson Mineral & Royalty, Richard Donald Jones, Baloney Feathers, Ltd., Robert P. Byron and Jeannine Hooper Byron, Mark E. Hodge, William J. McCaw and Nancy K. McCaw, Roy G. Barton, III, 5588 Oil LLC, Texas Commerce Bank, Trustee of the Patricia Boyle Young Management Trust, and The Estate of Warren Thurston of Marathon Oil Permian LLC's amended application for approval of a spacing unit and compulsory pooling, Lea County, New Mexico. The Estate of Warren Thurston of Marathon Oil Permian LLC's amended application for approval of a spacing unit and compulsory pooling, Lea County, New Mexico. The State of New Mexico, through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on January 10, 2019. Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 160-acre, more or less, spacing unit covering the W/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico from the top of the Bone Spring formation to +/-11,168' TVD below the surface; and (2) pooling all mineral interests in the proposed depths within the Bone Spring formation underlying this spacing unit. This proposed spacing unit will be dedicated to the Battle 34 SB Fee 15H well, to be honzontally drilled. The producing area for this well will be orthodox. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Marathon as operator of the well, and a 200% charge for risk involved in drilling said well, and allowing a one year period between when the well is drilled and when the well is completed. Said areas are located approximately 23 miles west of Eunice, New Mexico.

CASE No. 20129: Notice to all affected parties, as well as the heirs and devisees of, Chevron USA Inc, Devon Energy Production CO LP, Advance Energy Partners Hat Mesa, LLC, Cimarex Energy Co., COG Operating LLC, Sam L. Shackleford, a single man, Mosaic Resources LLC, The Allar Company, Roy G. Barton, Jr., Trustee of the Roy G. Barton Sr. & Opal Revocable Trust, Crown Oil Partners V, LP, Artesia Oil & Gas LLC, Oak Valley Mineral and Land LP, Ethel Knowlton, a widow, Jean Johnstone, as separate property, Richardson Mineral & Royalty, Richard Donald Jones, Baloney Feathers, Ltd., Robert P. Byron and Jeannine Hooper Byron, Mark E. Hodge, William J. McCaw and Nancy K. McCaw, Roy G. Barton, Ill, 5588 Oil LLC, Texas Commerce Bank, Trustee of the Patricia Boyle Young Management Trust, and The Estate of Warren Thurston of Marathon Oil Permian LLC's amended application for approval of a spacing unit and compulsory pooling, Lea County, New Mexico. The Estate of Warren Thurston of Marathon Oil Permian LLC's amended application for approval of a spacing unit and compulsory pooling, Lea County, New Mexico. The State of New Mexico, through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on January 10, 2019. Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 160-acre, more or less, spacing unit covering the E/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico from the top of the Bone Spring formation to 9,850'; and (2) pooling all uncommitted mineral interests in the proposed depths in the Bone Spring formation underlying the spacing unit. This proposed spacing unit will be dedicated to the Battle 34 AV Fee 17H and Battle AV 34 Fee 25H well, to be horizontally drilled. The producing area for the Battle 34 AV Fee 17H well will be orthodox. The producing area for the Battle AV 34 Fee 25H well will be unorthodox. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Marathon as operator of the wells, and a 200% charge for risk involved in drilling said wells, and allowing a one year period between when the wells are drilled and when the wells are completed. Said areas are located approximately 23 miles west of Eunice, New Mexico.

Mexico.

CASE No. 20131: Notice to all affected parties, as well as the heirs and devisees of, Chevron USA inc, Devon Energy Production CG LP, Advance Energy Partners Hat Mesa, LLC, Cimarex Energy Co., COG Operating LLC, Sam L. Shackleford, a single man, Mosaic Resources LLC, The Allar Company, Roy G. Barton, Jr., Trustee of the Roy G. Barton Sr. & Opal Revocable Trust, Crown Oil Partners V, LP, Artesia Oil & Gas LLC, Oak Valley Mineral and Land LP, Ethel Knowlton, a widow, Jean Johnstone, as separate property, Richardson Mineral & Royalty, Richard Donald Jones, Baloney Feathers, Ltd., Robert P. Byron and Jeannine Hooper Byron, Mark E. Hodge, William J. McCaw and Nancy K. McCaw, Roy G. Barton, Ill, 5588 Oil LLC, Texas Commerce Bank, Trustee of the Patricia Boyle Young Management Trust, and The Estate of Warren Thurston of Marathon Oil Permian LLC's amended application for approval of a spacing unit and compulsory pooling, Lea County, New Mexico. The State of New Mexico, through its Oil Conservation Division, hereby gives notice that the Division will conduct a public hearing at 8:15 a.m. on January 10, 2019. Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 150-acre, more or less, spacing unit covering the E/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico, from +/-11,980' of the Wolfcamp formation to the base of the Wolfcamp Oil Pool; and (2) pooling all mineral interests in the proposed spacing unit will be dedicated to the Battle 34 WC Fee 20H well, to be horizontally drilled. The producing area for this well will be orthodox. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Marathon as operator of the well, and a 200% charge for risk involved in drilling said well, and allowing a one year period between when the well is drilled and when the well is completed. Said areas are located app

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DOLORES SERNA MODRALL, SPERLING, ROEHL, HARRIS & P. O. BOX 2168 ALBUQUERQUE, NM 87103-2168

Battle 34 WC Fee 20H

Structure Map - Top of Wolfcamp C (TVDSS)

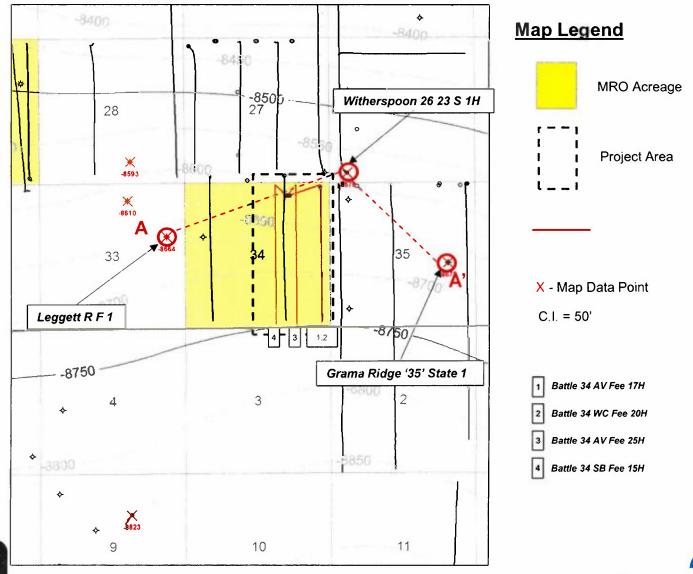
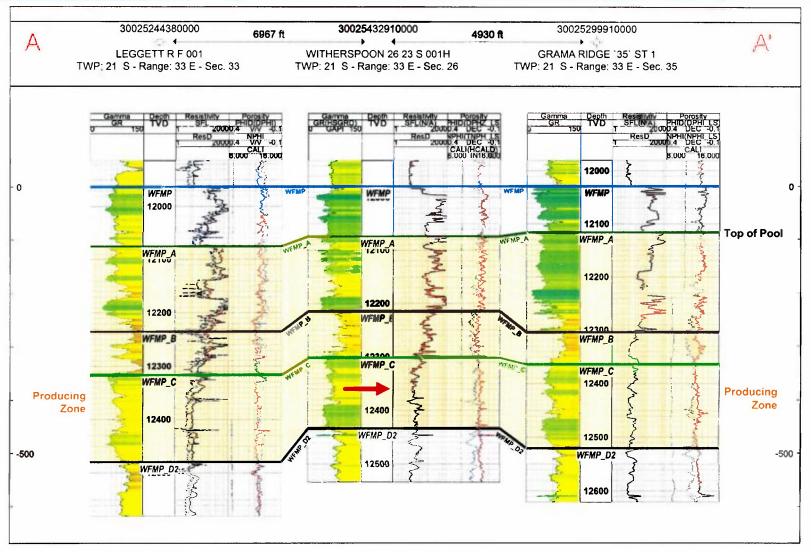


EXHIBIT 6

Marathon Oil

Battle 34 WC Fee 20H

Stratigraphic Cross Section (Top of Wolfcamp Datum)

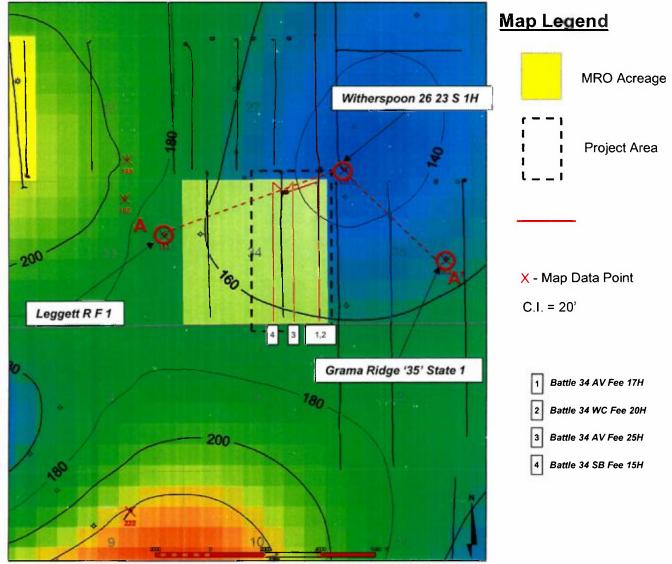






Battle 34 WC Fee 20H

Gross Sand Isochore – Wolfcamp C Interval

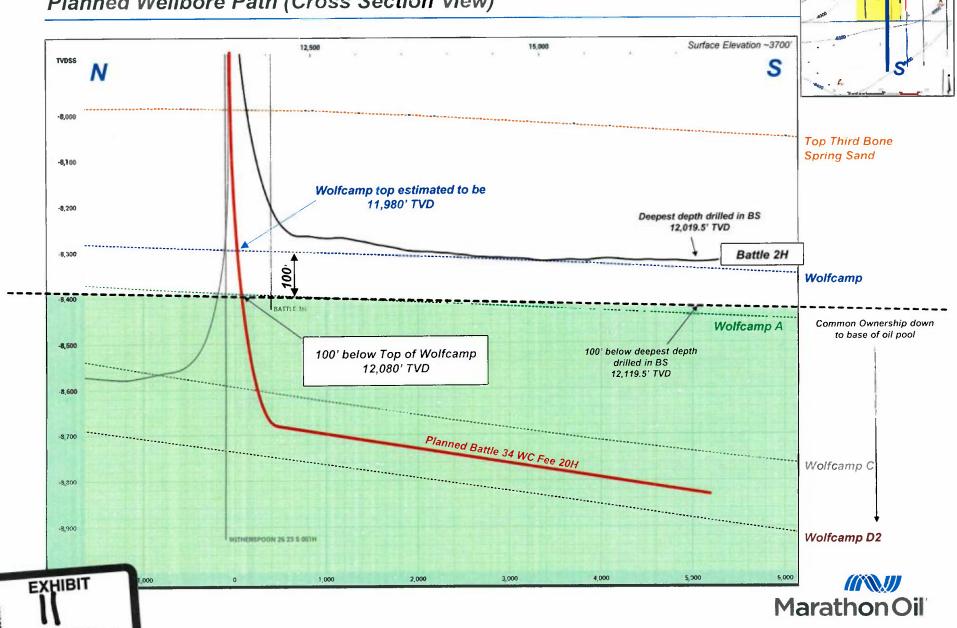






Battle 34 WC Fee 20H

Planned Wellbore Path (Cross Section View)



Battle 34 WC Fee 20H

ABE UNIT - 1 Lower Stratigraphic Potential Frac Heights JD 33 FEDERAL -1 Witherspoon 26 23 S 001H LEGGETT R F - 801 Drilling target zone 35 GRAMARIDGE 3 33 TVD NPH(TNPH_LS) DEC Sand WFMP 100' Below WFMP Top - Top of Pool WFMP_A 12200 Wolfcamp "B" interval is clay rich. 350' Hydraulic Frac Height Initial frac will propagate up through the WFMP B, but these induced 200' Propped SRV fractures will close off near term due to higher ductility in the WFMP B WFMP C Battle 34 WC Fee 20H Target 12400 **EXHIBIT** WFMP_D2-Marathon Oil

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