Additional

Information

01/30/2020

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Secretary Adrienne Sandoval, Director Oil Conservation Division



January 30, 2020

Marathon Oil Permian, LLC (OGRID 372920) c/o Deana M. Bennett, Agent Deana.bennett@modrall.com P.O. Box 2168 Albuquerque, NM 87103

RE: Request for Time Extension to Commence drilling

Case No. 20061, R-20332 approved date January 29, 2019

Deadline to commence drilling January 31, 2020 Applicant/Operator: Marathon Oil Permian, LLC

Proposed Well:

Queenie 20 32 15 SB Fed Com Well No. 2H, API No. 30-025-PENDING

Dear Sir or Madam:

The following pertains to your request received by the Division on January 15th, 2020 and to the requirements in the captioned hearing order. You have requested an extension of the deadline to commence drilling given by the Division in the captioned order.

As stated, you are requesting an extension to spud this well due to the lack of completion crews within the vicinity in order to commence drilling of this well. There was no opposition in the captioned case. You are requesting an additional year in which to spud this well. The spud date is now extended to **January 31**, 2021.

Ordering Paragraph No. (6) and No. (7) of the captioned order is hereby amended, changing "January 31, 2020" to "January 31, 2021". The requested additional year in which to commence drilling is hereby granted.

All other provisions of this order remain in full force and effect.

 $I/\Lambda (X)$

ADRIENNE SANDOVAL

Director

Sincerely

AS/STC

cc: Oil Conservation Division - Hobbs District Office, Case No. 16418



January 13, 2020

LAWYERS

Via First Class Mail and E-mail

Deana M. Bennett

Deana.bennett@modrall.com

505-848-1834 (direct)

505-848-1800 (office)

Adrienne Sandoval
Oil Conservation Division
Energy, Minerals and Natural Resources Department
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505
Adrienne.Sandoval@state.nm.us

cc: Leonard Lowe at Leonard.Lowe@state.nm.us

Re: Drilling Extension Request for:

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

CASE NO. 20061 ORDER NO. R-20332

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

CASE NO. 20062 ORDER NO. R-20333

Dear Ms. Sandoval:

Marathon Oil Permian, LLC ("Marathon") respectfully requests a one (1) year extension to drill the wells under the above-referenced orders. This extension is being requested because there have been changes in Marathon's drilling schedule due the rising demand for completion crews in this area. The wells and lands impacted by this extension are the following:

CASE NO. 20061 ORDER NO. R-20332

WELL: Queenie 20 32 15 SB Fed Com Well No. 2H

LANDS: 320 acres (more or less) within the Salt Lake; Bone Spring Pool (Pool code 53560) and all other pools hereafter defined within the Bone Spring formation in the E/2 E/2 of Section 15 and E/2 E/2 of

Modrall Sperling Roehl Harris & Sisk P.A.

500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com Section 10, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico.

CASE NO. 20062 ORDER NO. R-20333

WELL: Queenie 20 32 15 SB Fed Com Well No. 3H

LANDS: 320 acres (more or less) within the Salt Lake; Bone Spring Pool (Pool code 53560) and all other pools hereafter defined within the Bone Spring formation in the W/2 E/2 of Section 15 and W/2 E/2 of Section 10, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico.

Both orders were issued on January 29, 2019, and required Marathon to commence drilling on or before January 31, 2020. See Order R-20332, ¶ 7; R-20333, ¶ 7. Marathon asks that the deadline to drill these wells be extended from January 31, 2020 to January 31, 2021.

Marathon has provided notice of this request to pooled parties via certified mail. Please let me know if you need anything further regarding this request.

Sincerely,

Wella H. Bernett Deana M. Bennett

Attorney for Marathon Oil Permian LLC