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Exhibit "A"

Applicant: <u>Marathon Oil Permain LLC</u>

Operator: <u>Marathon Oil Permian LLC (OGRID 372098)</u>

Spacing Unit: Horizontal Oil

Building Blocks: quarter-quarter section equivalents

Spacing Unit Size: 160 acres (more or less)

Orientation of Unit: North/South

Spacing Unit Description:

W/2 E/2 of Section 35,

Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico

Pooling this Vertical Extent: Bone Spring Formation

Depth Severance? (Yes/No): No

Pool: Willow Lake; Bone Spring, West (Pool code 96415)

Pool Spacing Unit Size: quarter-quarter sections
Governing Well Setbacks: Horizontal Oil Well Rules
Pool Rules: Latest Horizontal Rules Apply.

Proximity Tracts: None Included

Monthly charge for supervision: While drilling: \$7,000 While producing: \$700 As the charge for risk, 200 percent of reasonable well costs.

Proposed Well:

Ripley 35 SB Fed Com 6H, API No. Pending

SHL: 720 feet from the South line and 1,326 feet from the East line, (Unit O) of Section 35, Township 24 South, Range 28 East, NMPM. BHL: 100 feet from the North line and 1,980 feet from the East line, (Unit B) of Section 35, Township 24 South, Range 28 East, NMPM.

Completion Target: Upper 2nd Bone Spring Sand at approx 8,358 feet TVD.

Well Orientation: South to North

Completion Location expected to be: standard