

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD Hobbs

FORM APPROVED  
OMB NO. 1004-0137  
Expires: January 31, 2018

**SUNDRY NOTICES AND REPORTS ON WELLS**  
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*

HOBBS OCD

SUBMIT IN TRIPLICATE - Other instructions on page 2

MAY 29 2018

RECEIVED

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| 5. Lease Serial No.<br>NMNM112275                            |
| 6. If Indian, Allottee or Tribe Name                         |
| 7. If Unit or CA/Agreement, Name and/or No.                  |
| 8. Well Name and No.<br>QUEENIE 15 FEDERAL 1H                |
| 9. API Well No.<br>30-025-40230                              |
| 10. Field and Pool or Exploratory Area<br>SALT LAKE DELAWARE |
| 11. County or Parish, State<br>LEA COUNTY, NM                |

|  |  |
|--|--|
| 1. Type of Well<br><input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other |  |
| 2. Name of Operator<br>MARATHON OIL PERMIAN LLC  | Contact: JENNIFER VAN CUREN<br>E-Mail: jvancuren@marathonoil.com |
| 3a. Address<br>5555 SAN FELIPE ST<br>HOUSTON, TX 77056   | 3b. Phone No. (include area code)<br>Ph: 713-262-2500            |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>Sec 14 T20S R32E Mer NMP SWSW 200FSL 795FWL            |  |

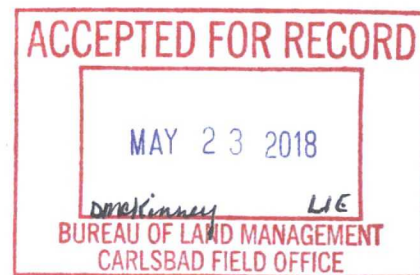
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                   | TYPE OF ACTION                                |   |  |   |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize              | <input type="checkbox"/> Deepen               | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report           | <input type="checkbox"/> Alter Casing         | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation               | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice    | <input type="checkbox"/> Casing Repair        | <input type="checkbox"/> New Construction     | <input type="checkbox"/> Recomplete                | <input type="checkbox"/> Other          |
|  | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon     | <input type="checkbox"/> Temporarily Abandon       |   |
|  | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back            | <input checked="" type="checkbox"/> Water Disposal |   |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Marathon Oil Permian is submitting water disposal information for lease NMNM112275.

Please see attachments for all required information.



|  |                                     |
|--|-------------------------------------|
| 14. I hereby certify that the foregoing is true and correct.<br>Electronic Submission #421087 verified by the BLM Well Information System<br>For MARATHON OIL PERMIAN LLC, sent to the Hobbs<br>Committed to AFMSS for processing by DEBORAH MCKINNEY on 05/23/2018 () |                                     |
| Name (Printed/Typed) JENNIFER VAN CUREN  | Title SR. REGULATORY COMPLIANCE REP |
| Signature (Electronic Submission)  | Date 05/22/2018                     |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

|   |             |              |
|---|-------------|--------------|
| Approved By _____   | Title _____ | Date _____   |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. |             | Office _____ |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

\*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\* OPERATOR-SUBMITTED \*\*

Accepted for Record Only

MJB/ocd 5/31/2018

Water disposal information for lease # NMNM112275:

**List of Wells:**

| Property Name & Well Number | SHL<br>QTR/QTR | Section | Township | Range | API #        | Average Daily<br>Production (BBLS) |
|-----------------------------|----------------|---------|----------|-------|--------------|------------------------------------|
| QUEENIE 15 FEDERAL 1H       | SWSW           | 14      | 20S      | 32E   | 30-025-40230 | 49                                 |

**Water Storage:**

| Property Name & Well<br>Number | CTB<br>QTR/QTR | CTB<br>Section | CTB<br>Township | CTB<br>Range | County | Number<br>of Tanks | Tank Size<br>(BBLS) | Tank Type   | Transportation<br>Method |
|--------------------------------|----------------|----------------|-----------------|--------------|--------|--------------------|---------------------|-------------|--------------------------|
| QUEENIE 15 FEDERAL 1H          | SWSW           | 14             | 20S             | 32E          | LEA    | 1                  | 500                 | FIBER GLASS | TRUCKED                  |

**Water Disposal:**

Please see list of approved 3<sup>rd</sup> Party Water Disposal.



| Marathon Oil Approved 3rd Party Water Disposals |                               |              |                               |    |     |     |     |        |                         |          |           |       |
|---|-------------------------------|--------------|-------------------------------|----|-----|-----|-----|--------|-------------------------|----------|-----------|-------|
| SWD Operator                                    | Disposal SWD Name             | API #        | Order #                       | UL | SEC | TWN | RNG | Block  | Survey                  | Abstract | County    | State |
| Basin Alliance                                  | State AJ 1                    | 30-025-28083 | SWD-119                       | G  | 33  | 18S | 36E |        |                         |          | Lea       | NM    |
| Permian Water Solutions                         | Dorstate SWD 1                | 30-015-23728 | SWD-247-A                     | H  | 27  | 25S | 28E |        |                         |          | Eddy      | NM    |
| Permian Water Solutions                         | Exxon State 8                 | 30-015-22055 | SWD-180-0                     | O  | 15  | 21S | 27E |        |                         |          | Eddy      | NM    |
| Permian Water Solutions                         | A N ETZ 1                     | 30-025-07713 | SWD-792                       | P  | 26  | 19S | 38E |        |                         |          | Lea       | NM    |
| Permian Water Solutions                         | Kaiser State SWD 9            | 30-025-02538 | SWD-923                       | F  | 13  | 21S | 34E |        |                         |          | Lea       | NM    |
| Permian Water Solutions                         | Ann 1 SWD                     | 30-015-23580 | SWD-246                       | G  | 18  | 19S | 26E |        |                         |          | Eddy      | NM    |
| Permian Water Solutions                         | Rhomer 1                      | 30-015-25722 | SWD-505-0, SWD-505-A, IPI-345 | F  | 23  | 22S | 27E |        |                         |          | Eddy      | NM    |
| Oilfield Water Logistics (OWL)                  | Tophat AJQ State 1            | 30-025-27684 | SWD-1357-0, IP-483-0          | H  | 35  | 23S | 33E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | Brown 5                       | 30-025-09807 | EPWM-7-0                      | E  | 25  | 25S | 36E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | Brininstool 25 Federal SWD 1  | 30-025-37582 | SWD-1364-0                    | H  | 25  | 23S | 33E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | Cities Federal 2              | 30-025-28474 | SWD-746-0                     | M  | 20  | 22S | 36E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | Jal North Ranch SWD 1         | 30-025-27085 | SWD-1631-0                    | N  | 7   | 25S | 37E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | Madera SWD 1                  | 30-025-42448 | SWD-1550-A                    | N  | 14  | 24S | 34E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | Maralo Sholes B 2             | 30-025-09806 | SWD-1127-0                    | P  | 25  | 25S | 36E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | McCloy SWD 2                  | 30-025-42947 | SWD-1593-A                    | L  | 15  | 24S | 32E |        |                         |          | Lea       | NM    |
| Oilfield Water Logistics (OWL)                  | Atlas SWD                     | 42-301-32533 | Project # F-20145             |    | 23  |     |     | 54 T1  | T&P RR Co               |          | NA Loving | TX    |
| Mesquite SWD                                    | Big Eddy SWD 1                | 30-015-05819 | SWD-1186-0                    | P  | 3   | 20S | 31E |        |                         |          | Eddy      | NM    |
| Mesquite SWD                                    | Blair 7                       | 42-389-32506 | UIC# 114003                   |    | 22  |     |     | 57 T2S | T&P RR CO/COX, L T      | 2026     | Reeves    | TX    |
| Mesquite SWD                                    | Blair 10                      | 42-389-32507 | UIC# 114005                   |    | 22  |     |     | 57 T2S | T&P RR CO/COX, L T      | 2026     | Reeves    | TX    |
| Mesquite SWD                                    | Blair 1                       | 42-389-32493 | Permit # 646691               |    | 22  |     |     | 57 T2S | T&P RR CO/COX, L T      | 2026     | Reeves    | TX    |
| Mesquite SWD                                    | Blair 8                       | 42-389-32528 | UIC# 114004                   |    | 22  |     |     | 57 T2S | T&P RR CO/COX, L T      | 2026     | Reeves    | TX    |
| Mesquite SWD                                    | G E Ramsey 10 1W              | 42-109-31718 | UIC# 102968                   |    | 10  |     |     | 58 T1S | T&P RR Co.              |          | Culberson | TX    |
| Mesquite SWD                                    | Ramsey GE 10 5                | 42-109-32580 | UIC# 105339                   |    | 10  |     |     | 58 T1S | T&P RR CO/Jennings, E C | 1432     | Culberson | TX    |
| Mesquite SWD                                    | Ramsey 12A 4                  | 42-389-33817 | UIC# 105263                   |    | 12  |     |     | 58 T1S | T&P RR CO/Jennings, E   | 3289     | Reeves    | TX    |
| Mesquite SWD                                    | Ramsey 12A 3                  | 42-389-33444 | UIC# 105261                   |    | 12  |     |     | 58 T1S | T&P RR CO/Jennings, E   | 3289     | Reeves    | TX    |
| Mesquite SWD                                    | Ramsey 12A 2                  | 42-389-33507 | UIC# 105260                   |    | 12  |     |     | 58 T1S | T&P RR CO/Jennings, E   | 3289     | Reeves    | TX    |
| Mesquite SWD                                    | Ramsey 12A 1                  | 42-389-00035 | UIC# 104274                   |    | 12  |     |     | 58 T1S | T&P RR CO/Jennings, E   | 3289     | Reeves    | TX    |
| NGL Water Solutions                             | North Reeves 5885 1 (Angeles) | 42-389-34661 | UIC# 111051                   |    | 45  |     |     | 57 T1  | T&P RR CO               | 617      | Reeves    | TX    |
| NGL Water Solutions                             | Kermit SWD 1 (Kermit)         | 42-495-33573 | UIC# 110530 Permit # 14677    |    | 3   |     |     |        | 57 T&P RR CO            |          | Reeves    | TX    |
| NGL Water Solutions                             | Hwy 302 SWD 1 (Mentone)       | 42-389-34211 | UIC# 109259                   |    | 1   |     |     |        | 3 H&GN RR Co            | 379      | Reeves    | TX    |
| NGL Water Solutions                             | Hwy 285 SWD 1 (Rustler Hills) | 42-389-34895 | UIC# 113385                   |    | 1   |     |     | 58 T1S | T&P RR CO               | 651      | Reeves    | TX    |
| NGL Water Solutions                             | Reeves 630 SWD 1 (Orla)       | 42-389-34274 | UIC# 109754                   |    | 25  |     |     | 57 T2  | T&P RR CO               | 630      | Reeves    | TX    |
| NGL Water Solutions                             | Reeves 630 SWD 2 (Orla)       | 42-389-34372 | UIC# 110831                   |    | 25  |     |     | 57 T2  | T&P RR CO               | 630      | Reeves    | TX    |
| NGL Water Solutions                             | Orla Townsite SWD 1 (Orla 3)  | 42-389-33271 | UIC# 104260                   |    | 19  |     |     | 56 T2  | T&P RR CO               | 585      | Reeves    | TX    |
| NGL Water Solutions                             | Townsite SWD 2 (Orla 3)       | 42-389-34942 | UIC# 112606                   |    | 19  |     |     | 56 T2  | T&P RR CO               | 585      | Reeves    | TX    |
| NGL Water Solutions                             | Orla SWD 1 (Orla 5)           | 42-389-32872 | UIC# 103597                   |    | 3   |     |     | 57 T2  | T&P RR CO               | 620      | Reeves    | TX    |
| NGL Water Solutions                             | Trippet SWD 1 (Trippet)       | 42-389-34609 | UIC# 109605                   |    | 42  |     |     | 56 T3S | T&P RR CO/COX, L O      | 3707     | Reeves    | TX    |