# NSL

# Initial

# Application

Received: <u>05/24/19</u>

This application is placed in file for record. It MAY or MAY NOT have been reviewed to be determined Administratively Complete

RECEIVED: 05/24/19 REVIEWER:

**LRL** 

APP NO:

pLEL1914834526

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

# **NEW MEXICO OIL CONSERVATION DIVISION**

- Geological & Engineering Bureau -



1220 South St. Francis Drive,	, Santa Fe, NM 87505
ADMINISTRATIVE APPL	ICATION CHECKLIST
	E APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND IG AT THE DIVISION LEVEL IN SANTA FE
Well Name: Achilles 8 WXY Fed Com 5H	OGRID Number: 372098  API: Pending
Pool: Purple Sage; Wolfcamp	Pool Code: 98220
SUBMIT ACCURATE AND COMPLETE INFORMATION INDICATE	REQUIRED TO PROCESS THE TYPE OF APPLICATION
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dec NSL SP (PROJECT AREA)	
B. Check one only for [1] or [1]  [1] Commingling – Storage – Measurement  DHC DCTB PLC PC  [11] Injection – Disposal – Pressure Increase  WFX PMX SWD IPI	□ols □olm
2) NOTIFICATION REQUIRED TO: Check those which  A. Offset operators or lease holders  B. Royalty, overriding royalty owners, reven  C. Application requires published notice  D. Notification and/or concurrent approva  E. Notification and/or concurrent approva  F. Surface owner  G. For all of the above, proof of notification  H. No notice required	apply.  Notice Complete  Application Content Complete
3) <b>CERTIFICATION:</b> I hereby certify that the informat administrative approval is <b>accurate</b> and <b>comple</b> understand that <b>no action</b> will be taken on this a notifications are submitted to the Division.	te to the best of my knowledge. I also
Note: Statement must be completed by an individ	dual with managerial and/or supervisory capacity.
Deana M. Bennett	May 24, 2019  Date
Print or Type Name	
Dewo & Benows	505-848-1800 Phone Number  deana.bennett@modrall.com
Signature	e-mail Address



LAWYERS

May 24, 2019

Adrienne Sandoval, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive

Deana M. Bennett 505.848.1834 dmb@modrall.com

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WXY Fed Com 5H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

# Dear Director Sandoval:

Santa Fe, New Mexico 87505

Marathon Oil Permian LLC ("Marathon"), OGRID Number 372098, is seeking administrative approval of an unorthodox well location ("NSL") for the **Achilles 8 WXY FC 5H well** (the "Well") to be completed within the Purple Sage; Wolfcamp (Gas) (Pool Code 98220) underlying the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal well that will be drilled as follows:

- Surface Hole Location: 905' from the South Line and 1220' from the East Line of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico;
- First Take Point: 100' from the South Line and 1656' from the East line of Section 5;
- <u>Last Take Point and Bottom Hole Location</u>: 100' from the North Line and 1676' from the East line of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Marathon has included as Exhibit B a letter explaining why this application is needed. This well will produce from the Purple Sage; Wolfcamp (Gas) (Pool Code 98220). There are special pool rules for this pool under Order No. R-14262, that establish 330' foot setback requirements. The completed interval for the proposed well is closer than 330' from the boundary of the spacing unit.

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 The unorthodox location will encroach towards (1) the SE/4 of Section 32, Township 22 South, Range 28 East, and (2) the NE/4 of Section 8, Township 23 South, Range 28 East. Marathon is providing notice to the working interest owners in the SE/4 of Section 32, Township 22 South, Range 28 East, and the NE/4 of Section 8, Township 23 South, Range 28 East, as shown in Exhibit C. Marathon also provides a midland map of this area, attached as Exhibit D. Marathon has confirmed that the tracts adjoining the spacing unit by a corner are more than 330' away from the unorthodox locations requested. Proof of mailing is attached hereto as Exhibit E.

Your attention to this matter is appreciated.

Sincerely,

What M. Bennith

Deana M. Bennett

Attorney for Marathon Oil

Permian LLC

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

District II

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

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

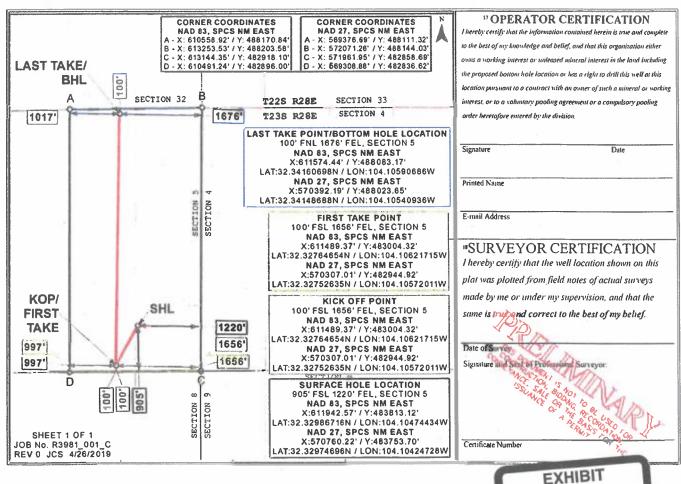
WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	<sup>2</sup> Pool Code	<sup>3</sup> Pool Name			
	98220	PURPLE SAGE; WOLFCAMP (GAS)		MP (GAS)	
4 Property Code	<sup>5</sup> Property Name			<sup>6</sup> Well Number	
	ACHILLES 8	ACHILLES 8 WXY FED COM		5H	
<sup>7</sup> OGRID No.	<sup>8</sup> Operator Name			<sup>9</sup> Elevation	
372098	MARATHON (	MARATHON OIL PERMIAN LLC			
	<sup>10</sup> Surf	ace Location			

North/South line Feet from the Feet from the East/West line UL or lot no. Section Township Range Lot Idn County 5 23S 28E 905 SOUTH 1220 EAST **EDDY** P "Bottom Hole Location If Different From Surface East/West line Feet from the North/South line Feet from the UL or lot no. Section Township Range Lot Idn County 5 100 NORTH 1676 **EAST EDDY** В 23S 28E

12 Dedicated Acres 5 Order No. <sup>13</sup> Joint or Infill Consolidation Code 320.09

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.





**Billy Moore** 

Reservoir Engineer

Marathon Oil Permian LLC

5555 San Felipe Street Houston, TX 77056 713.296.1883 bsmoore@marathonoil.com

May 22, 2019

Adrienne Sandoval
Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Dr.
Santa Fe, New Mexico 87505

Re:

Achilles 8 WXY Fed Com 5H well Non-Standard Location Application Eddy County, New Mexico

Dear Ms. Sandoval,

Marathon Oil Permian LLC respectfully requests administrative approval of the non-standard location for the Achilles 8 WXY Fed Com 5H well, to be drilled in Purple Sage; Wolfcamp (Gas) pool (98220). Marathon plans for this well to have a first take point at 100' FSL and 1640' FEL of Section 5, and last take point at 100' FNL and 1640' FEL of Section 5, which is closer to the unit line than allowed under the subject field rules. Marathon requests this non-standard location because the placement conforms to the first and last take points of the other wells in the section. This spacing best fits into the spacing for the other wells in the development plan of the entire section and we believe that it will result in the greatest recovery of reserves.

Thank you for your consideration. Should you have any questions please contact me at (713) 296-1883.

D. MAJOR 5/23/19

Sincerely,

Billy Moore Reservoir Engineer Permian Asset

EXHIBIT

Solution

13



LAWYERS

May 24, 2019

# **VIA CERTIFIED MAIL**

# **RETURN RECEIPT REQUESTED**

TO AFFECTED PARTIES

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WXY Fed Com 1H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WA Fed Com 3H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WXY Fed Com 5H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WA Fed Com 7H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WD Fed Com 2H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WD Fed Com 4H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Re: Application of Marathon Oil Permian LLC for administrative approval of unorthodox well location for its Achilles 8 WD Fed Com 8H well, located in the E/2 of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

dmb@modrall.com

Deana M. Bennett 505.848.1834

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

#### Ladies and Gentlemen:

Enclosed in the notice are copies of the above referenced applications filed with the New Mexico Conservation Division on this date. Any objections that you have to this application must be filed in writing with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the above referenced application may be administratively approved by the Division.

If you have any questions concerning this application, please contact:

Jeffrey Broussard Land Professional Marathon Oil Company 713.296.3159 (Office) jbroussard1@marathonoil.com

If you have no objection to this application, please sign the waiver as indicated below and return the original. Your assistance and cooperation in this matter are appreciated.

Sincerely,

Deana M. Bennett

Attorney for Marathon Oil

Permian LLC

# **WAIVER**

h	ereby waives objection to the above
referenced Application for an Unorthodo	
well, located in the E/2 of Section 5,	
	Township 25 South, Range 26 East,
N.M.P.M., Eddy County, New Mexico.	
Dated:	
	nature
Sig	nature
h	ereby waives objection to the above
referenced Application for an Unorthod	
Com 3H well, located in the E/2 of Sec	2
East, N.M.P.M., Eddy County, New Me	xico.
Dated:	
Daleu.	
h	ereby waives objection to the above
referenced Application for an Unorthodo	ox Location for Achilles 8 WXY Fed
Com 5H well, located in the E/2 of Sec	
East, N.M.P.M., Eddy County, New Me	XICO.
Dated:	
Sig	nature
	nereby waives objection to the above
referenced Application for an Unorthoo	lox Location for Achilles 8 WA Fed
Com 7H well, located in the E/2 of Sec	
East, N.M.P.M., Eddy County, New Me	
Last, 19.191.1 .191., Eddy County, 196W Mc	AICO.
Dated:	

Dated:		Signature
		hereby waives objection to the a
		nereby waives objection to the a
referenced An	plication for ar	
		Unorthodox Location for Achilles 8 WD
Com 4H well,	, located in the	Unorthodox Location for Achilles 8 WD
Com 4H well,	, located in the	Unorthodox Location for Achilles 8 WD E/2 of Section 5, Township 23 South, Range
Com 4H well, East, N.M.P.M	, located in the M., Eddy County	E/2 of Section 5, Township 23 South, Rangy, New Mexico.
Com 4H well, East, N.M.P.M	, located in the M., Eddy County	Unorthodox Location for Achilles 8 WD E/2 of Section 5, Township 23 South, Range
Com 4H well, East, N.M.P.M	, located in the M., Eddy County	E/2 of Section 5, Township 23 South, Rangy, New Mexico.

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

## **PS Form 3877**

# Type of Mailing: CERTIFIED MAIL 05/24/2019



Firm Mailing Book ID: 167882

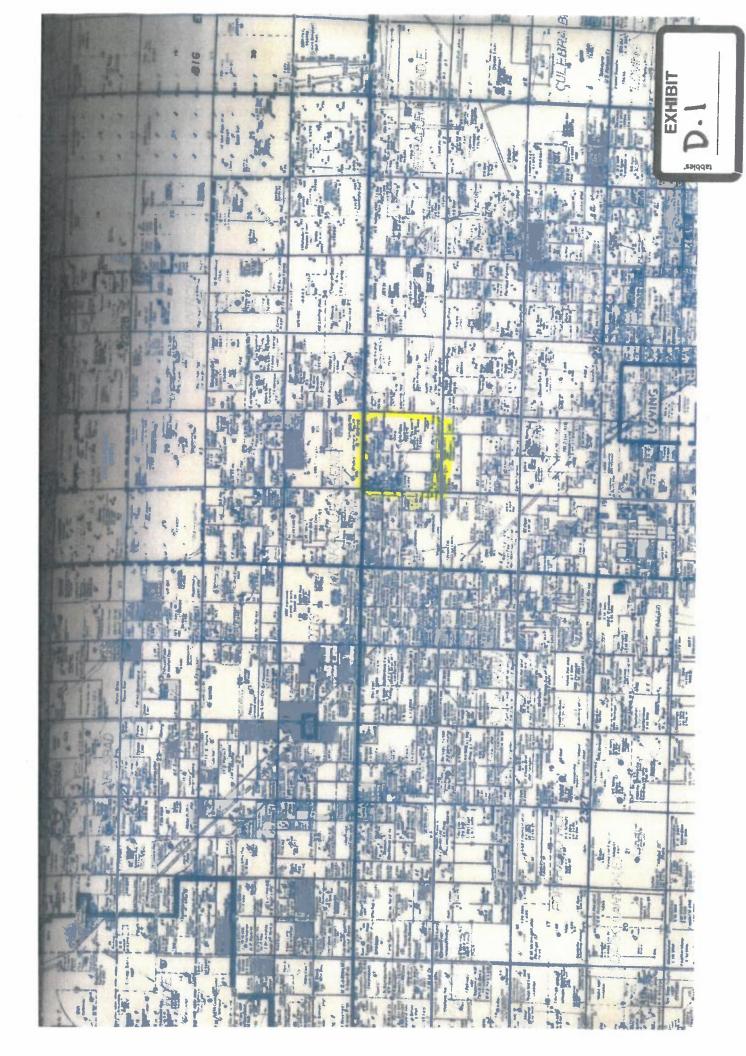
Line	USPS Article Number	Name, Street, City, State, Zip		Postage	Service Fee	RR Fee	Rest.Del.Fee	Reference Contents
1	9314 8699 0430 0059 5474 37	Oxy USA WTP, LTD 5 Greenway Plaza, Suite 110 Houston TX 77046		\$0.00	\$3.50	\$1.60	\$0.00	81363-Achilles Notice
2	9314 8699 0430 0059 5474 44	J Cleo Thompson & James Cleo Thompson, Jr. Ll 325 North St. Paul Ste 4300 Dallas TX 75201	P	\$0.00	\$3.50	\$1.60	\$0.00	81363-Achilles Notice
3	9314 8699 0430 0059 5474 51	Sisbro Oil & Gas, LLC 4350 South Monaco Street, 5th Floor Denver CO 80237		\$0.00	\$3.50	\$1.60	\$0.00	81363-Achilles Notice
		1	Totals:	\$0.00	\$10.50	\$4.80	\$0.00	
			_		Grand	Total:	\$15.30	

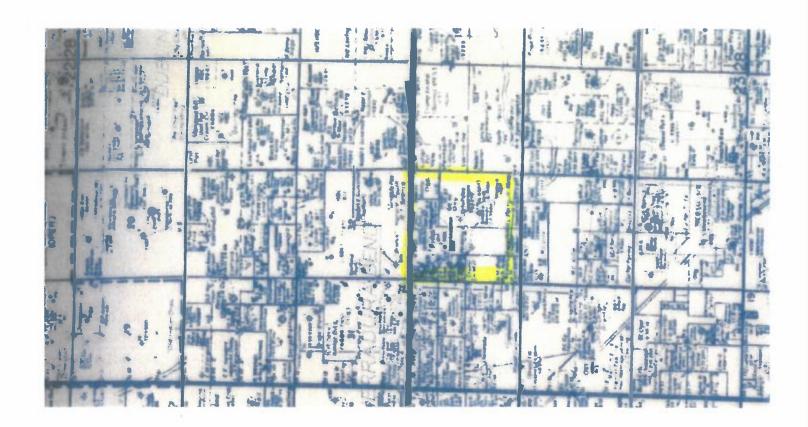
List Number of Pieces Total Number of Pieces Postm Listed by Sender Received at Post Office Name

Postmaster: 1
Name of receiving employee

Dated:

3





# Lowe, Leonard, EMNRD

From: Deana M. Bennett <dmb@modrall.com>

Sent: Friday, May 24, 2019 1:59 PM
To: Lowe, Leonard, EMNRD
Cc: Karlene S. Schuman

**Subject:** [EXT] Marathon Achilles NSL applications

Attachments: NSL\_XXXX\_Marathon Achilles 8 WXY Fed Com Well No. 1H\_ (W3435773x7A92D).pdf; NSL-XXXX\_

Marathon\_Achilles 8 WD Fed Com Well No. 2H\_ (W3435774x7A92D).pdf; NSL-XXXX\_ Marathon\_Achilles 8 WA Fed Com Well No. 3H\_ (W3435775x7A92D).pdf; NSL-XXXX\_ Marathon\_Achilles 8 WD Fed Com Well No. 4H\_ (W3435779x7A92D).pdf; NSL-XXXX\_ Marathon\_Achilles 8 XY Fed Com Well No. 5H\_ (W3435787x7A92D).pdf; NSL-XXXX\_ Marathon\_Achilles 8 WA Fed Com Well No. 7H\_ (W3435792x7A92D).pdf; NSL-XXXX\_

Marathon\_Achilles 8 WD Fed Com Well No. 8H\_ (W3435796x7A92D).pdf

#### Hi Leonard,

Attached please find NSL applications for Marathon Achilles wells.

## The wells are:

Marathon\_Achilles 8 WXY Fed Com Well No. 1H Marathon\_Achilles 8 WD Fed Com Well No. 2H Marathon\_Achilles 8 WA Fed Com Well No. 3H Marathon\_Achilles 8 WD Fed Com Well No. 4H Marathon\_Achilles 8 WXY Fed Com Well No. 5H Marathon\_Achilles 8 WA Fed Com Well No. 7H Marathon\_Achilles 8 WD Fed Com Well No. 8H

Please let me know if you have questions. Also, please let me know if you would like me to send hard copies in the mail.

Thanks tons.

#### Deana



Deana M. Bennett

Lawyer

Modrall Sperling | www.modrall.com

P.O. Box 2168 | Albuquerque, NM 87103-2168 500 4<sup>th</sup> St. NW, Ste. 1000 | Albuquerque, NM 87102

D: 505.848.1834 | O: 505.848.1800

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