## NSL

## Initial

# Application

Received: 05/24/19

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 TYPE: NSL APP NO: pLEL1914838103

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

- Geological & Engine	ering Bureau –	
	Santa Fe, NM 87505  ICATION CHECKLIST  APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND GRITHE DIVISION LEVEL IN SANTA FE  OGRID Number: 372098  API: Pending Pool Code: 98220  REQUIRED TO PROCESS THE TYPE OF APPLICATION DELOW  for [A] ication  NSP (PRORATION UNIT) SD  OLS OLM Enhanced Oil Recovery EOR PPR  apply.  Ue owners  by SLO by BLM	
	Pool Code: 98220  DMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW  The content of the content	
Applicant: Marathon Oil Permian LLC		
Well Name: Achilles 8 WA Fed Com 7H		
Purple Sage; Wolfcamp	Pool Code: 98220	
1) TYPE OF APPLICATION: Check those which apply f A. Location – Spacing Unit – Simultaneous Dedic  INSL NSP (PROJECT AREA)	cation	
[ II ] Injection – Disposal – Pressure Increase –	Enhanced Oil Recovery  BOR PPR	
2) NOTIFICATION REQUIRED TO: Check those which conditions are considered as a condition of the condition of	e owners  Dy SLO Dy BLM  Notice Complete  Application Content Complete	
3) CERTIFICATION: I hereby certify that the information administrative approval is accurate and complete understand that no action will be taken on this approvaling a notifications are submitted to the Division.	to the best of my knowledge. I also	
Note: Statement must be completed by an individue	al with managerial and/or supervisory capacity.	
	May 24, 2019 Date	
Deana M. Bennett	Date	
Print or Type Name	505-848-1800	
Dela MBerne B	Phone Number	
1-1/1/	deana.bennett@modrall.com	

e-mail Address

Signature



LAWYERS

May 24, 2019

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

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.

Dear Director Sandoval:

Marathon Oil Permian LLC ("Marathon"), OGRID Number 372098, is seeking administrative approval of an unorthodox well location ("NSL") for the **Achilles 8 WA Fed Com 7H 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:

- <u>Surface Hole Location</u>: 905' from the South Line and 1250' from the East Line of Section 5, Township 23 South, Range 28 East, N.M.P.M., Eddy County, New Mexico;
- <u>First Take Point</u>: 100' from the South Line and 2323' from the East line of Section 5;
- <u>Last Take Point and Bottom Hole Location</u>: 100' from the North Line and 2363' 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.

Deana M. Bennett 505.848.1834 dmb@modrall.com

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,

Deana M. Bennett

Attorney for Marathon Oil

Deara y Bent

Permian LLC

District J 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 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

Fact/West line

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

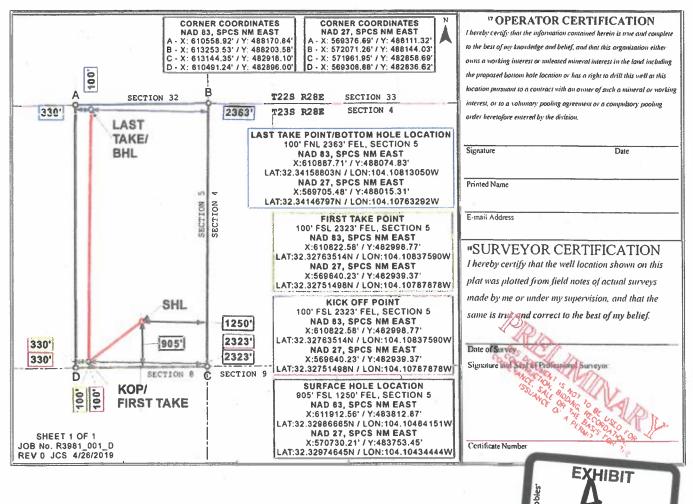
API Number	<sup>2</sup> Pool Code	<sup>3</sup> Pool Name	
	98220	PURPLE SAGE; WOLFCA	MP (GAS)
<sup>4</sup> Property Code	5 Pr	operty Name	<sup>6</sup> Well Number
	ACHILLES	8 WA FED COM	7H
<sup>7</sup> OGRID No.	•	perator Name	<sup>9</sup> Elevation
372098	OIL PERMIAN LLC	3021'	
	<sup>™</sup> Suri	face Location	

Lastan Foot from the North/Couth line Feet from the

CL OF IOU HO.	Section	Longing	reauge	Lot Ittill	reet it om the	Not the South line	recession the	Lastritest litte	County	
P	5	23S	28E	ŀ	905	SOUTH	1250	EAST	EDDY	
			" Bot	tom Hole	Location If	Different Fron	n Surface			
UL, or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County	

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
В	5	23S	28E		100	NORTH	2363	EAST	EDDY
17 Dedicated Acres	13 Joint or	r Infill 14	Consolidation (	Code 18 Or	der No.				
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 WA Fed Com 7H well Non-Standard Location Application Eddy County, New Mexico

Billy & Mood 5/23/19

Dear Ms. Sandoval,

Marathon Oil Permian LLC respectfully requests administrative approval of the non-standard location for the Achilles 8 WA Fed Com 7H 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 2320' FEL of Section 5, and last take point at 100' FNL and 2320' 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.

Sincerely,

Billy Moore

Reservoir Engineer Permian Asset

EXHIBIT S



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.

**EXHIBIT** 

Deana M. Bennett 505.848.1834 dmb@modrall.com

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**

hereby waives objection to the above
referenced Application for an Unorthodox Location for 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.
- · · · · · · · · · · · · · · · · · · ·
Dated:
Signature
Signature
hereby waives objection to the above
referenced Application for an Unorthodox Location for 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.
The state of the s
Dated:
hereby waives objection to the above
referenced Application for an Unorthodox Location for 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.
D . 1
Dated:
Signature
1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
hereby waives objection to the above
referenced Application for an Unorthodox Location for 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.
Dated:

	hereby waives objection to the above rthodox Location for <b>Achilles 8 WD Fed</b> f Section 5, Township 23 South, Range 28 Mexico.
Dated:	Signature
4.4	hereby waives objection to the above rthodox Location for Achilles 8 WD Fed f Section 5, Township 23 South, Range 28 w Mexico.
Dated:	
	hereby waives objection to the above rthodox Location for <b>Achilles 8 WD Fed</b> f Section 5, Township 23 South, Range 28 w Mexico.
Dated:	

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

#### **PS Form 3877**

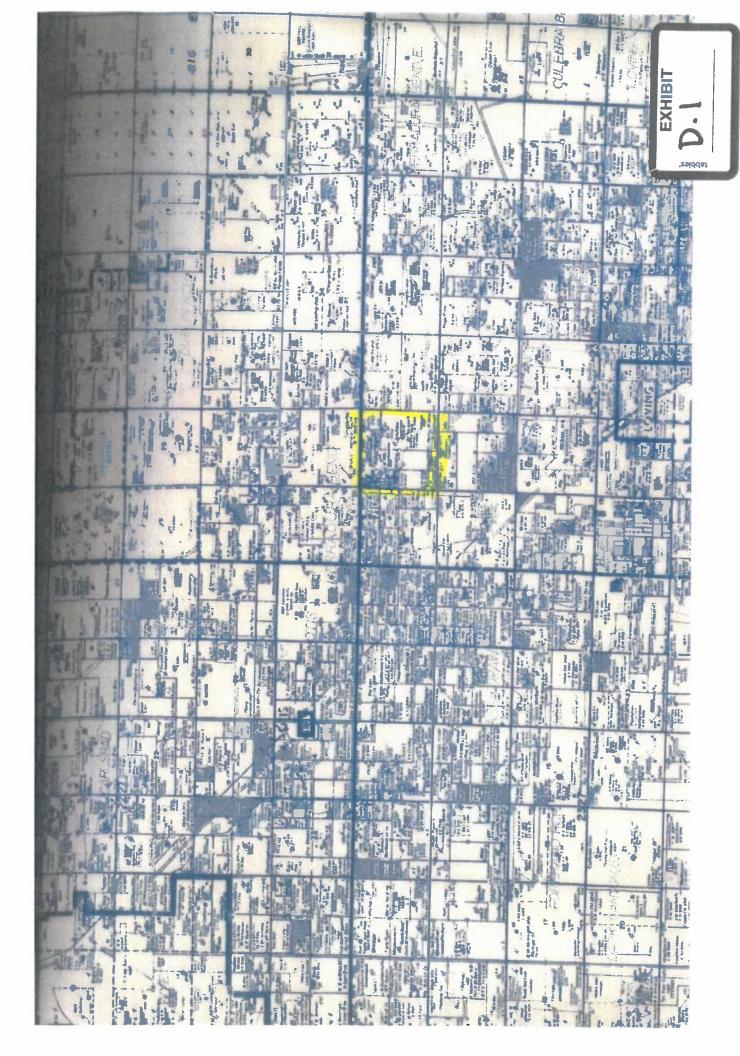
### Type of Mailing: CERTIFIED MAIL 05/24/2019

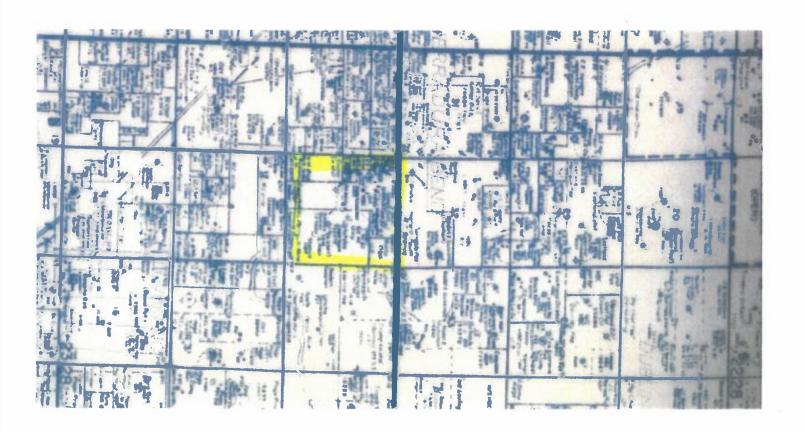


Firm Mailing Book ID: 167882

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. LP 325 North St. Paul Ste 4300 Dallas TX 75201	\$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
		To	otals: \$0.00	\$10.50	\$4.80	\$0.00	
				Grand	Total:	\$15.30	

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





#### 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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