

Klein, Ranell, EMNRD

From: Klein, Ranell, EMNRD
Sent: Saturday, January 26, 2019 12:54 PM
To: Szudera, Melissa (MRO); Covarrubias, Adrian (MRO); Van Curen, Jennifer (MRO)
Cc: Podany, Raymond, EMNRD
Subject: Mazer Rackham 20 WB Fee #1
Attachments: Marathon Mazer Rackham 20 WB Fee #5.pdf; Notice and Announcement - Financial Rule.pdf; Rule 19.15.8 Financial Assurance.pdf

All,

Please see the top page of the approved APD that has been placed into the well file. Please note the notation at the bottom of the page saying that this well cannot be spud until financial assurance requirements are met. Due to the new financial assurance rule that went into effect on January 15, 2019, this APD should not have been approved. Marathon Permian is not in compliance with the new financial assurance. Marathon Permian has a total of 493 wells, of which 330 of these wells are state or fee wells. The new blanket financial assurance requirement is \$250,000 if the operator operates more than 100 wells.

I am attaching a copy of the notification that is on our website under announcements and also attaching a copy of Rule 19.15.8.

If you should have any questions, please do not hesitate to contact me.

Thank you!

Rusty Klein
Business Operations Specialist – A
NMCCD – Division 2
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Artesia, NM 88210
575-748-1283 – ext. 109

**PLEASE NOTE: NEW REQUIREMENTS CONCERNING FINANCIAL ASSURANCE AND TEMPORARILY ABANDONED WELLS
EFFECTIVE JANUARY 15, 2019, ARE NOW POSTED ON OUR WEBSITE UNDER “ANNOUNCEMENTS”**