

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
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.

FORM APPROVED
Budget Bureau No. 1004-0135
Expires November 30 2000

5. Lease Serial No.

MN 0251099 A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

SMITH FEDERAL
WELLS #1 & #2

9. API Well No.

10. Field and Pool, or Exploratory Area

INDIAN BASIN UPPER PENN GAS
POOL

11. County or Parish, State

EDDY NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Marathon Oil Company

3a. Address

P.O. Box 552 Midland, TX 79702

3b. Phone No. (include area code)

915/682-1626

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

SECTION 11, T-22-S, R-23-E

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

TYPE OF SUBMISSION

- ☐ Notice of Intent
☒ Subsequent Report
☐ Final Abandonment Notice

TYPE OF ACTION

- | | | | |
|---|---|--|--|
| <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other <u>CORRECT</u> |
| <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | <u>COMMINGLE PERMIT</u> |
| <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input 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 recomplete 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

Reference Notice of Incidents of Noncompliance No. 99-DW-135

The production from each well goes into its own separator. The gas goes from the separators to a compressor and is metered before being transported to the Indian Basin Gas Plant via pipeline. After processing, the gas and NGL's are metered and sold at the tailgate of the plant. The liquid hydrocarbons and water are metered at the separators, then recombined and sent to the Gas Plant storage and measurement facility for further separation. The liquid hydrocarbons are then sold through a LACT unit. The water is disposed of in various disposal wells per prior approvals. See the attached diagram, which shows the equipment used on the lease.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Ginny Larke

Title

Engineer Technician

Date

12/22/98

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

(ORIG. SGD) DAVID R. GLASS

Title

PETROLEUM ENGINEER

Date

JAN 05 1999

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.

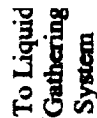
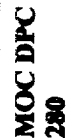
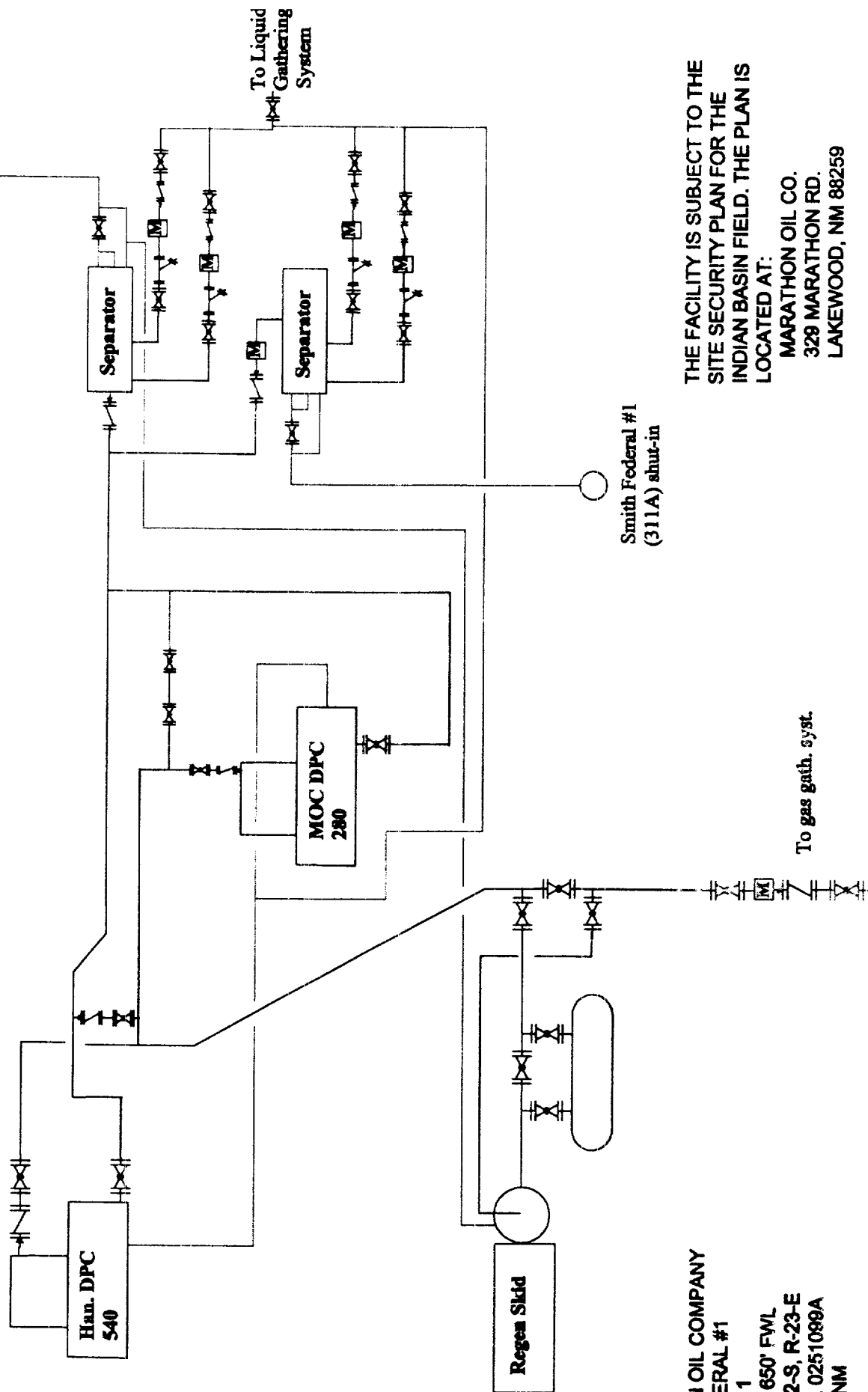
Office

SEE ATTACHED FOR

CONDITIONS OF APPROVAL

Title 18 U.S.C. Section 1001, makes 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.

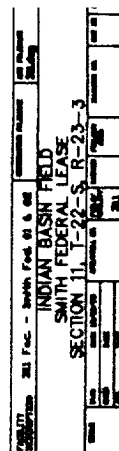
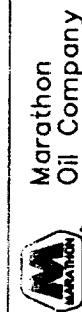
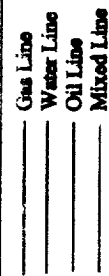
RECEIVED
JUN 23 1966
U.S. AIR FORCE



MARATHON OIL COMPANY
SMITH FEDERAL #1
STATION 311
1650' FNL, 1650' FWL
SEC 11, T-22-S, R-23-E
LEASE N.M. 0251089A
EDDY CO., NM

THE FACILITY IS SUBJECT TO THE SITE SECURITY PLAN FOR THE INDIAN BASIN FIELD. THE PLAN IS LOCATED AT:

**MARATHON OIL CO.
329 MARATHON RD.
LAKEWOOD, NM 88259**



RECEIVED
DEC 23 98
NOV 11 1998