<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

State of New Mexico

Form C-101 Permit 16717

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

| 1. Op | erator Name and Address | 2. OGRID Number | | | | |
|------------------|----------------------------------|-----------------|--|--|--|--|
| MA | 14021 | | | | | |
| T. | PO Box 552 Midland , TX 79701 | | | | | |
| 14. | manu, 12 /9/01 | 30-025-37508 | | | | |
| 4. Property Code | 5. Property Name | 6. Well No. | | | | |
| 6442 | J L MUNCY | 017 | | | | |
| | | | | | | |

7. Surface Location

| 1. Surface Location | | | | | | | | | |
|---------------------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
| к | 24 | 22S | 37E | К | 1830 | S | 1980 | W | LEA |

8. Pool Information

| LANGLIE MATTIX;7 RVRS-Q-GRAYBURG | 37240 |
|----------------------------------|-------|
| WILDCAT;SAN ANDRES (OIL) | 96077 |

Additional Well Information

| | 400 | | 23ddiwolkii 11CH Hiloffii | ALWOIL . | | |
|--|-----|--|-----------------------------|--|----------------------------|--|
| 9. Work Type New Well | | | 11. Cable/Rotary | 11. Cable/Rotary 12. Lease Type Private | | |
| | | | 16. Formation San Andres | 17. Contractor | 18. Spud Date 11/1/2005 | |
| Depth to Ground water 60 | | Distance from nearest fresh water > 1000 | well | Distance to nearest surface water > 1000 | | |
| t: Liner: Synthetic (Closed Loop Syste | _ | mils thick | Clay Pit Volume: 2000 bbls | | Diesel/Oil-based Gas/Air | |

19. Proposed Casing and Cement Program

| Туре | Hole Size | Casing Type | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 11 | 8.625 | 24 | 400 | 250 | 0 |
| Prod | 7.875 | 5.5 | 15.5 | 5000 | 1100 | 0 |

Casing/Cement Program: Additional Comments

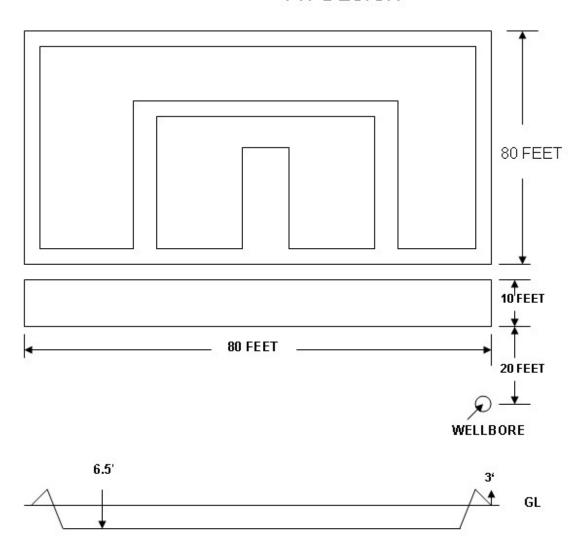
Surface cement- 250 sks. Class C w/ 2% CACL, 1.34 yield, 14.8 ppg. wt.. Cement production casing- Lead- 800 sks., Interfill C, yield. 2.52, 11.8 ppg. wt. Tail- 300 sks. Class H w/ Thirotropic & gilsonite, 1.31 yield, 14.2 ppg. wt.

Proposed Blowout Prevention Program

| Туре | Working Pressure | Test Pressure | Manufacturer |
|-----------|------------------|---------------|--------------|
| DoubleRam | 3000 | 3000 | |

| of my knowledge and belief. I | ation given above is true and complete to the further certify that the drilling pit will be | OIL CONSERVATION DIVISION | | | |
|---|--|---|--|--|--|
| constructed according to NM an (attached) alternative OC | (OCD guidelines $oldsymbol{	ilde{X}}$, a general permit $oldsymbol{	ilde{\Gamma}}$, o D-approved plan $oldsymbol{\Gamma}$. | Approved By: Paul Kautz | | | |
| Printed Name: Electronic | ally filed by Charles Kendrix | Title: Geologist | | | |
| Title: Engineering Techni | cian | Approved Date: 10/13/2005 Expiration Date: 10/13/2006 | | | |
| Email Address: cekendrix | @MarathonOil.com | 10000 No. 100 | | | |
| Date: 10/12/2005 | Phone: 713-296-2096 | Conditions of Approval Attached | | | |

PIT DESIGN



State of New Mexico

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 88240

Energy. Minerals and Natural Resources Department

DISTRICT II

1301 W. GRAND AVENUE, ARTESIA, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102
Revised JUNE 10, 2003
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT IV
1220 S. ST. FRANCIS DR., SANTA FE, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

| API Number | Pool Code | Pool Name | | | |
|---------------|-----------|-----------------------|-------------|--|--|
| | 37240 | LANG. MATTIX 7 RIVERS | Q. GRAYBURG | | |
| Property Code | Prop | Well Number | | | |
| 6442 | M | 17 | | | |
| OGRID No. | Oper | Elevation | | | |
| 10421 | MARATHON | OIL COMPANY | 3312' | | |

Surface Location

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| K | 24 | 22-S | 37-E | | 1830 | SOUTH | 1980 | WEST | LEA |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|--|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | • |
| Dedicated Acres Joint or Infill Consolidation Code | | | | Code Or | der No. | | | | |
| | | | | | | | | | |

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

| | OPERATOR CERTIFICATION |
|--|--|
| | I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. |
| | Frank M Krugh Signature FRANK M. KRUGH Printed Name Reg. Comp. REP. III |
| | 10 /12/05 Date |
| | SURVEYOR CERTIFICATION |
| GEODETIC COORDINATES NAD 27 NME Y=502293.6 N X=875108.6 E | I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison, and that the same is true and correct to the best of my belief. |
| LAT. = 32°22'30.23" N LONG. = 103°07'06.07" W | SEPTEMBER 8, 2005 Date Surveyed LA Signature at Seal 5000000000000000000000000000000000000 |
| 1830, | Professional Surveyor 7/14/05 |
| | Certificate No. GARY Enson 12641 |

State of New Mexico

DISTRICT I 1625 N. FRENCH DR., HORRS, NM 88240

Energy, Minerals and Natural Resources Department

DISTRICT II

OIL CONSERVATION DIVISION Submit to Appropriate District Office 1301 W. GRAND AVENUE, ARTESIA, NM 88210 1220 SOUTH ST. FRANCIS DR.

Form C-102 Revised JUNE 10, 2003 State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

| 1220 S. St. FRANCIS UR., SANTA FE, | NM 07965 | | | LI AMENDED KEI OK | |
|------------------------------------|------------|------------|-----|-------------------|--|
| API Number | Pool Code | | | | |
| | 96077 | WILDCAT | SAN | ANDRES | |
| Property Code | Propert | y Name | 1 | Well Number | |
| 6442 | MUN | MUNCY | | | |
| OGRID No. | Operato | r Name | | Elevation | |
| 14021 | MARATHON O | IL COMPANY | | 3312' | |

Surface Location

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| K | 24 | 22-S | 37-E | | 1830 | SOUTH | 1980 | WEST | LEA |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|----------------|-----------|-------------|---------------|----------|---------------|------------------|---------------|----------------|--------|
| Dedicated Acre | s Joint o | r Infill Co | nsolidation (| Code Oro | ier No. | | | | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

| | OR A NON-STANDARD UNIT HAS BEEN APPROVED B | I THE DIVISION |
|-------|--|---|
| | | OPERATOR CERTIFICATION I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. |
| | | Signature FRANK M. KRUEH Printed Name Req. Comp. REP. TIL Title 10/12/05 Date |
| 1980' | GEODETIC COORDINATES NAD 27 NME Y=502293.6 N X=875108.6 E | SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison, and that the same is true and correct to the best of my belief. |
| 1980 | LAT.=32*22'30.23" N LONG.=103*07'06.07" W | SEPTEMBER 8, 2005 Date Surveyer IIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIIII |
| | | PROFESSION |

Permit Conditions of Approval

Operator: MARATHON OIL CO , 14021 Well: J L MUNCY #017 API: 30-025-37508

| OCD Reviewer | Condition |
|-----------------|---|
| Inkautz | Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines |
| pkautz | PRIOR TO ANY PIT CONSTRUCTION NOTIFY GARY WINK AT 505-393-6161 EXT 114 |