<u>District I</u> 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 Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Form C-101 August 1, 2011

Permit 250728

B 4 A F	ne and Address						2. 0	OGRID Number		
IVIAR	RATHON OIL PERI	MIAN LLC						372098		
	San Felipe St.						3. A	API Number		
Hous	ston, TX 77056							30-025-44663	3	
Property Cod	е	5. Pi	operty Name				6. V	Well No.		
3211	167		BLUEBERRY H	IILL FEE 24 35 19) TB			010H		
				7. Surf	ace Location					
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
Н	19	24S	35E	Н	2417	N	1256	E		Lea
				8. Proposed B	ottom Hole Locatio	n				
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
Α	18	24S	35E	Α	150	N	330	E		Lea
				Lot Idn A	Feet From	N/S Line		· ·	County	

	Additional Well Information				
11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation	
New Well	OIL		Private	3337	
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date	
N	19754	Bone Spring		5/1/2018	
Depth to Ground water		Distance from nearest fresh water	well	Distance to nearest surface water	

☐ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	1100	997	0
Int1	8.75	7	29	11700	1373	0
Prod	6.125	4.5	13.5	19754	867	11500

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program				
Туре	Working Pressure	Test Pressure	Manufacturer	
Double Ram	10000	5000	Cameron	
Annular	5000	2500	Shaffer	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☑ and/or 19.15.14.9 (B) NMAC ☑, if applicable. Signature:			OIL CONSERVATION DIVISION		
Printed Name: Electronically filed by Melissa Szudera		Approved By:	Paul Kautz		
Title:	Regulatory Compliance Representative		Title:	Geologist	
Email Address:	Email Address: mszudera@marathonoil.com		Approved Date:	4/9/2018	Expiration Date: 4/9/2020
Date:	Date: 4/6/2018 Phone: 701-260-7272		Conditions of App	proval Attached	



Form APD Comments

<u>District I</u> 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 Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Permit 250728

PERMIT COMMENTS

Operator Name and Address:	API Number:
MARATHON OIL PERMIAN LLC [372098]	30-025-44663
5555 San Felipe St.	Well:
Houston, TX 77056	BLUEBERRY HILL FEE 24 35 19 TB #010H

Created By	Comment	Comment Date
acovarrubias	Fluid type for Intermediate string will be Diesel/Brine Emulsion	4/5/2018
acovarrubias	FTP - 2,502' FNL & 330' FEL; 32.20342385, -103.39912901	4/5/2018
acovarrubias	GCP, C-102, and Directional will be sent via email.	4/5/2018
pkautz	email sent requesting formation tops	4/6/2018

Form APD Conditions

<u>District I</u> 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 Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Permit 250728

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:	
MARATHON OIL PERMIAN LLC [372098]	30-025-44663	
5555 San Felipe St.	Well:	
Houston, TX 77056	BLUEBERRY HILL FEE 24 35 19 TB #010H	

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
pkautz	1) SURFACE & INTERMEDIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	1)- The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud 2)- Drilling Sundries Form C-103 (Casing and Cement test are to be submitted within 10 days 3)- Completion Reports & Logs are to be submitted within 45 days 4)- Deviation / Directional Drill Survey are to be filed with or prior to C-104
pkautz	It is the operator's responsibility to monitor cancellation dates of approved APDs. APD's are good for 2 years and may be extended for one year. Only one 1 year extension will be granted if submitted by C-103 before expiration date. After expiration date or after a 1 year extension must submit new APD.
pkautz	Stage Tool - 1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.