Form 3160-3 (November 1983) (formerly 9-331C)

STIPULATIONS

SUBMIT IN

(Other instructions on reverse side)

30.015-26513
Form approved.
Budget Bureau No. 1004-0136
Expires August 31, 1985

# UNITED STATES

DEPARTMENT OF THE INTERIOR						5. LEASE DESIGNATION AND SERIAL NO. 1  LC 029388		
APPLICATIO	N FOR PERMIT	TO DRILL, D	EEP	EN, OR PLUG	BACK	6. IF INDIAN, ALLOTTEB		
a. TYPE OF WORK	ILL 🗓	DEEPEN [		PLUG BA		7. UNIT AGREEMENT NA	. <u>MB</u>	
b. TYPE OF WELL						Voluntary		
	VELL OTHER			INGLE X MULTI	PLE	8. FARM OR LEASE NAM		
NAME OF OPERATOR						Stetco "10"		
Marathon Oil	Company			RECEIVED	<b>)</b>	9. WELL NO.		
ADDRESS OF OPERATOR		·		KECEHA		3		
P O Box 552,	Midland, TX 797	702				10. FIELD AND POOL, OF	WILDCAT	
. LOCATION OF WELL (F	deport location clearly and	in accordance with	ith any State requirements.*) 190 ×			Tamano (Bone Spring)		
At surface 1980 FSL &		1 1		OCT 24	<b>)</b>	11. SEC., T., R., M., OR B. AND SURVEY OR ARE	LK.	
At proposed prod. zo:		14' H		•		100 002/31 OF 120		
1980' FSL &		M		٥, د	u. reiCE	Sec. 10, T-18	-S, R-31-F	
4. DISTANCE IN MILES	AND DIRECTION FROM NEA	REST TOWN OR POST	OFFIC	ARTESIA, C	1441PP	12. COUNTY OR PARISH		
10 miles FSF	of Loco Hills,	NM				Eddy	NM	
5. DISTANCE FROM PROP	USED*		16. N	O. OF ACRES IN LEASE		F ACRES ASSIGNED		
LOCATION TO NEARES PROPERTY OR LEASE	LINE, PT.	1650'		160	40	HIS WELL	IIS WELL	
(Also to nearest dri S. DISTANCE FROM PRO	<del></del>		19. PI	ROPOSED DEPTH		ARY OR CABLE TOOLS		
TO NEAREST WELL, I OR APPLIED FOR, ON TE	ORILLING, COMPLETED,	12/01		0000'	Rota	n <b>w</b> ii		
_	nether DF, RT, GR, etc.)	1240'		1000	1 Roca	22. APPROX. DATE WOL	E WILL START	
_	<b>21, 22, 23,</b>					İ		
3720.1'				D CHICANON DROCK				
<b>o.</b>	]	PROPOSED CASING	ı AN	D CEMENTING PROGR	.AM			
SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOO	T	SETTING DEPTH	_	QUANTITY OF CEMEN	T	
17-1/2"	13-3/8"	48		750 <b>'</b>	835 s	x - circulate		
11"	8-5/8"	24 & 32		2450 <b>'</b>	1350	sx - circulate		
7-7/8"	5-1/2"	15.5 & 17		9000'	1500	SX ; SEE STIPS	:	
All casing wapproved met Blowout prev See attached drilling ope  * Distance t	ention equipment Multipoint Survations.  o Stetco "10" #	t will be applicate Use Plan	plien ar	ed as outlined and Additional I Port	in Addinformat  ID-1 2-98 c + Af	tional Information for specifi	C In CO In C	
one. If proposal is to breventer program, if al.	drill or deepen direction	ally, give pertinent	data 	on subsurface locations	and measure	and true vertical deposition of the state of	S. Give blowou	
PERNIT NO.			APPROVAL DATE				- 7	
*47.			_	AN SEC. NO.	= x 1 1	DATE 100	25 90	
CONDITIONS OF APPRO	VAL. IF ANY:	TITI	·=					
CONDITIONS OF APPRO	val. If any: Jirements and							

\*See Instructions On Reverse Side

Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

#### State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised 1-1-89

## OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT | P.O. Box 1980, Hobbs, NM 88240 DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

### WELL LOCATION AND ACREAGE DEDICATION PLAT

<b>X</b>			stances must be	Lease		0 Federal		Well No.	 3
	THON OIL			1	orerco I	o rederal	C		
tter J	Section 10	Township	8 South	Range	31 East		County	Eddy	
_	ntion of Well:					NMP.	M		
Footage Loca 80		South	li 4		1650	feet fro	on the Eas	st <sub>line</sub>	
level Elev.	feet from the Prod	ucing Formation	line and	Pool		100.110	141 UP	Dedicated Act	reage:
720.1		e Spring Car	rbonate	Tamar	no (Bone	Spring)	•	40	Acn
1. Outlin	the acreege dedi	cated to the subject v	vell by colored po	acil or hachu	re marks on the	plat below.			
3. If mor				ne well, have	the interest of a				
ship form	is "no" list the or	waers and tract descr	iptions which hav	e actually be	en consolidated.				
No allow	able will be assign	ned to the well until	all interests have t	been consolid	lated (by commu	mitization, unitizat	ion, forced-poo	oling, or otherwise)	)
		,					OPER.	ATOR CERTIF	TCATI
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							<u> </u>	RONALD J. E	IDSON,

#### MULTIPOINT SURFACE USE AND OPERATIONS PLAN

Marathon Oil Company

STETCO "10" #3
1980' FSL & 1650' FEL
Section 10, T-18-S, R-31-E
Eddy County, New Mexico
Lease: LC-029388

This plan is submitted with the Application for Permit to Drill the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of necessary surface disturbance involved, and the procedure to be followed in rehabilitating the surface after the completion of all operations so that a complete appraisal can be made of the environmental effects associated with the proposed operations.

#### 1. Existing Roads

Exhibit "A" is a portion of a topographic map showing the location of the proposed well as staked. Proceed west from Hobbs, NM, on U.S. Highway 180. Turn west on NM Highway 529. After 31 miles, turn west on U.S. Highway 82 for 1/2 mile to Highway 222. Turn south on Highway 222 for 2 miles to caliche road, NM 249. Go east 1.3 miles. Turn N.E. on dirt road for 1.3 miles; turn west on dirt road for .5 mi., then north .3 mile, then west into location. All existing roads used to access the proposed location shall be maintained in the same or better condition than presently found.

#### 2. Planned Access Roads

A. Length and Width

No access road will be required as the pad will fall beside an existing road.

B. Surfacing Material

6" of caliche compacted and rolled

C. Maximum Grade

Three Percent (3%)

D. Turnouts

None Required

E. Drainage Design

Natural drainage.

# Multipoint Surface Use and Operations Plan Page 2

F. Culverts

None required.

G. Cuts and Fills

None required.

H. Gates, Cattlegaurds and Fences

None Required.

#### 3. Location of Existing Wells

Exhibit "B" is a map showing the location of all the wells within a one mile radius of the proposed well.

#### 4. Location of Existing and Proposed Facilities

- A. Exhibit "C" is a map of the existing roads with the proposed well location.
- B. In the event of a producible oil well, oil will be stored at the battery location on the Stetco "10" #3 pad with production metered at the location. The gas will be piped to existing flow lines in a manner to be determined at a later date.

#### 5. Location and Type of Water Supply

Water will be furnished and trucked by a Contractor.

#### 6. Source of Construction Materials

Caliche for surfacing the drilling pad and access road will be obtained from a pit in the NW/4, SW/4 and NE/4 of the NW quarter section of Section 15, T-18-S, R-31-E. This area has been cleared for construction by the following archaeological clearance numbers, #85-195, #85-345.

### 7. Methods of Handling Waste Disposal

- A. Drill cuttings will be disposed of in the drilling pits.
- B. Drilling fluids will be vacuumed from the reserve pit and hauled to an approved disposal well. Reserve pit contents will be allowed to dry and pitwalls backfilled. All areas of the pad and reserve pit not necessary to production will be re-contoured. Top soil will be redistributed and reseeded with the recommended seed mixture.

#### Multipoint Surface Use and Operations Plan Page 3

- C. Water produced during tests will be disposed of in the drilling pits and hauled to an approved salt water disposal well.
- D. Current laws and regulations pertaining to the disposal of human waste will be complied with.
- E. Trash, waste paper, garbage, and junk will be stored in a trailer on location and hauled to an approved disposal site.
- F. All trash and debris will be removed from the wellsite within 30 days after finishing drilling and completion operations.

#### 8. Ancillary Facilities

None required.

#### 9. Wellsite Layout

Exhibit "D" shows the relative location of the rig components and reserve pits.

#### 10. Plans for Restoration of Surface

- A. After finishing drilling and completion operations all equipment and other materials not necessary for operations will be removed. Pits will be filled and leveled and the location cleaned of all trash and junk to leave the wellsite in an aesthetically pleasing condition as is possible.
- B. Any unguarded pits containing fluids or trash will be fenced until they are filled or leveled.
- C. After abandonment of well, equipment will be removed, the location will be cleaned, and the pad and access road will be ripped and returned to as near the original appearance as is possible.
- D. In the event of a producer, the land not necessary for production operations will be re-contoured and seeded with the recommended mixture submitted by the BLM.

#### 11. Other Information:

#### A. Topography

The location is situated on a duned landform.

#### B. Soil

Typic Torripsamment subgroup.

# Multipoint Surface Use and Operations Plan Page 4

#### C. Flora and Fauna

The vegetation cover consists of native range grasses with yucca plants, cactus and mesquite. Wild life in the area includes rabbits, dove, quail, and other inhabitants typical of semi-arid climate.

#### D. Ponds and Streams

Local drainage in this area is internal.

#### E. Residence and Structures

None nearby.

#### F. Archaeological, Historical and Cultural Sites

None observed in the area. The Archaeological Inspection Report is being forwarded by Archaeological Consultants, Inc.

#### G. Land Use

Grazing with hunting in season.

#### H. Surface Ownership

The proposed wellsite is on land owned by the Federal Government.

#### 12. Operators Representative

Stanley L. Atnipp P. O. Box 552 Midland, TX 79702 (915) 682-1626

#### 13. Certification

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist, that the statements made in this place are, to the best of my knowledge true and correct; and, that the work associated with the operations proposed herein will be performed by Marathon Oil Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

S. L. Atnipp

Drilling Superintendent

Date

#### MARATHON OIL COMPANY

### STETCO "10" #3 ADDITIONAL INFORMATION Comply with Order 1

In conjunction with Form 9-331C, Application to drill subject well, Marathon Oil Company submits the following items of information in accordance with **BLM** requirements:

#### Geological Name of Surface Formation 1.

Quaternary Alluvium

#### Estimated Tops of Important Geological Markers 2.

Rustler	810'	Delaware	4850'
Base of Salt	1990'	Bone Spring	56301
Yates	2095'	1st Sand	7610'
Seven Rivers	2465'	2nd Carb	7850'
Queen	3310'	2nd Sand	8140'
Grayburg	3825'	3rd Carb	8820 <sup>1</sup>
San Andres	4275'		

#### Estimated Depths of Anticipated Water, Oil or Gas Bearing Formations 3.

Yates (water)	2095'	Bone Spring	5630'
Seven Rivers (water)	2465'	1st Sand (water & oil)	7610'
Queen (water & oil)	3310'	2nd Carb (water & oil)	7850'
Grayburg (water & oil)	3825'	2nd Sand (water & oil)	8140'
San Andres (water & oil)	4275'	3rd Carb (water & oil)	88201
Delaware (water & oil)	4850'	•	

#### 4. Casing and Cementing Program

Cement to surface with 835 sxs Class 13-3/8" Surface to 750': "C" with 2% CaCl<sub>2</sub>

Cement to surface with 1100 sxs 8-5/8" Intermediate to 2450': Modified Lite followed by 250 sxs

Class "C" with 2% CaCl<sub>2</sub>

Cement to 2200' with 1500 sxs Class 5-1/2" Production to 9000': "H" PozMix. Stage tool @ ± 7400'

#### Pressure Control Equipment (Exhibit E) 5.

13-5/8" 3000 psi working pressure 13-3/8" Surface: annular preventer tested to 2000 psi

13-5/8" 3000 psi working pressure pipe and blind rams tested to 3000 psi

## Additional Information Page 2

8-5/8" Intermediate:

11" 3000 psi working pressure annular preventer tested to 2000 psi

11" 3000 psi working pressure pipe rams and blind rams tested to 3000 psi Choke manifold tested to 3000 psi

## 6. Proposed Mud Program

0 - 750 Native; Mud Wt: 8.3 - 9.2, Viscosity 28-34 Sec

750 - 2,700 Brine Water; Mud Wt: 9.0 - 10.0, Viscosity 28-32 Sec

2,700 - 7,000 Fresh Water; Mud Wt: 8.6 - 8.8, Viscosity 28-32 Sec

7,000 - 9,000 Fresh Water; Mud Wt: 8.8 - 9.2, Viscosity 32-44 Sec

#### 7. Auxiliary Equipment

A safety valve and subs to fit all strings will be kept on the floor at all times. An upper kelly cock valve will be utilized with the handle available on the rig floor.

### 8. Testing, Logging, and Coring Programs

A. Coring Program:

None anticipated.

B. Testing Program:

None anticipated.

C. Logging Program:

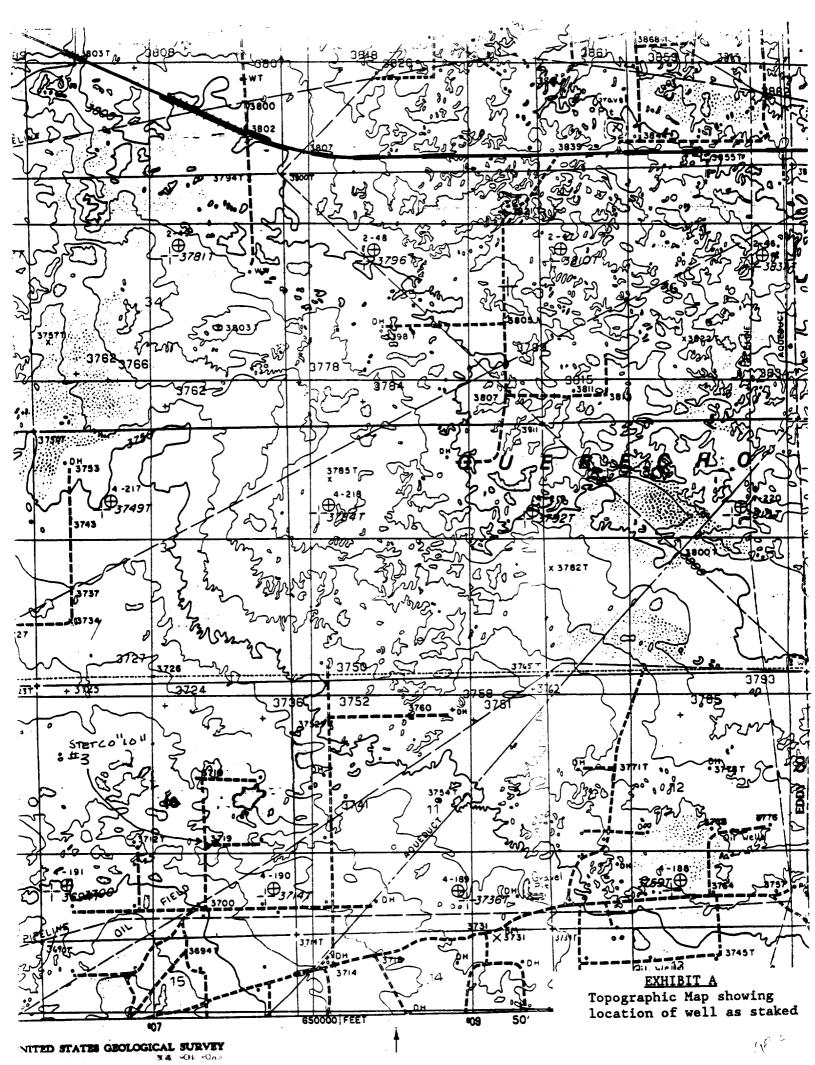
TD-Surface - GR-DIL, GR-LDT-CNL, TD-TOP of Bone Spring, GR-LSS, NGT, DLL-MSFL.

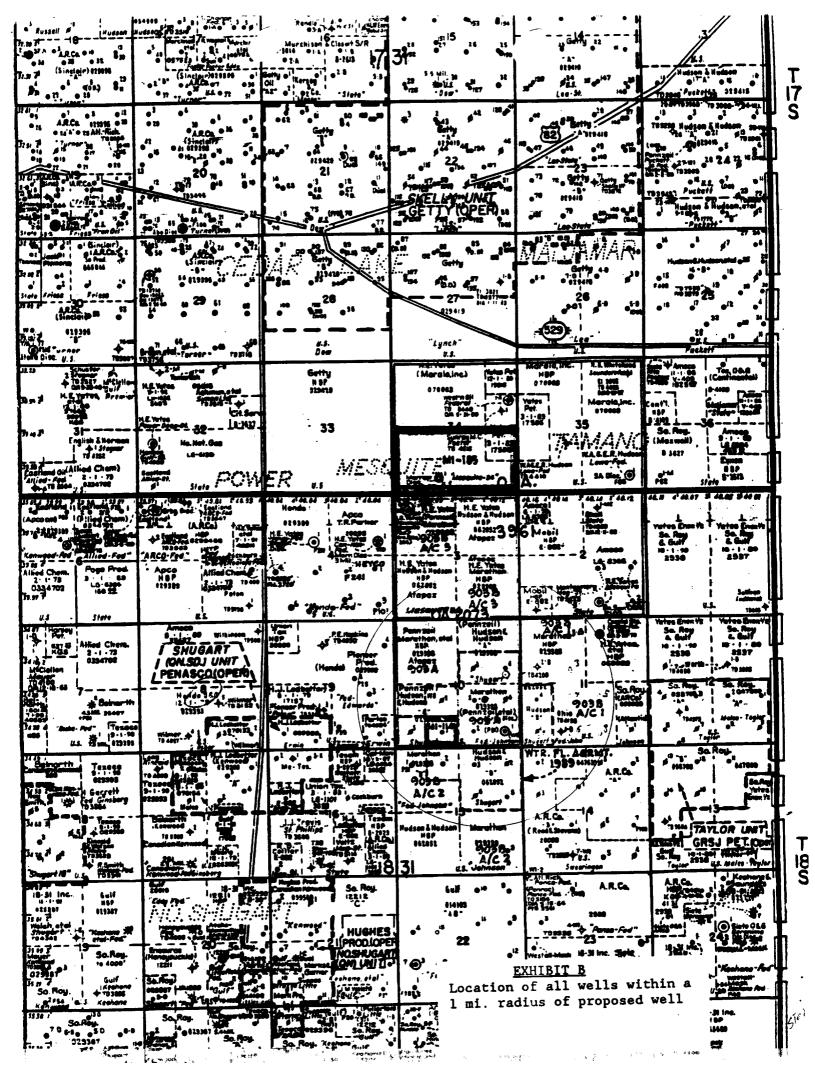
## 9. Abnormal Pressures, Temperatures or Potential Hazards

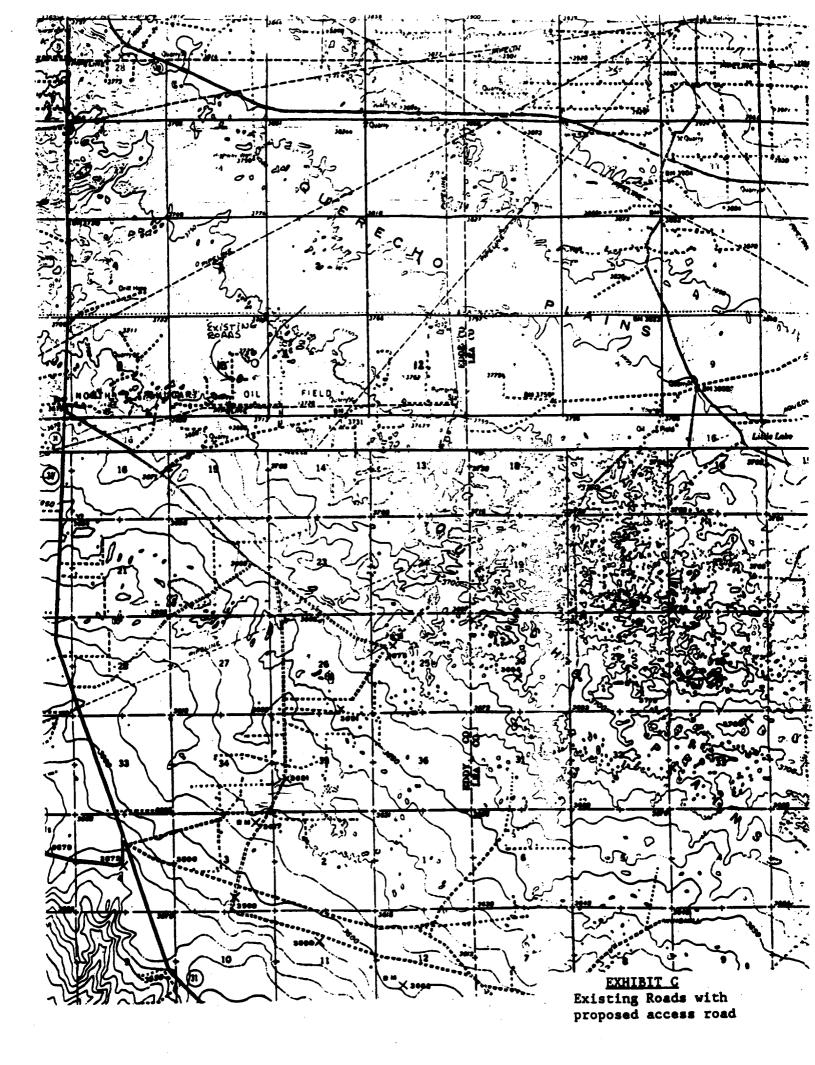
None anticipated

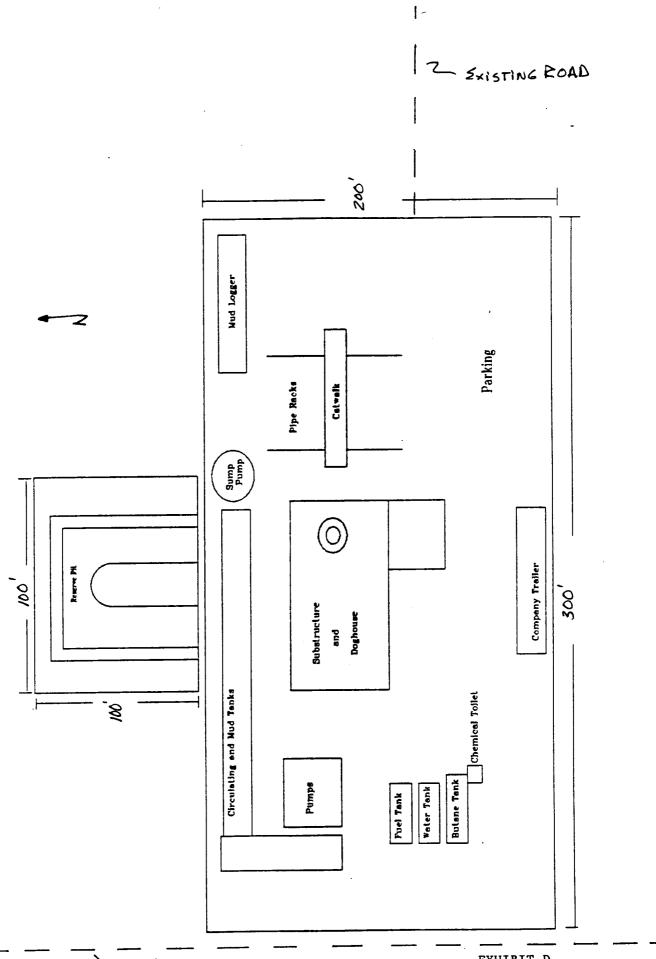
## 10. Anticipated Starting Date

As soon as possible









- EXISTING ROAD

EXHIBIT D
Relative location of rig components & reserve pit

