(June 1990) DEPARTMEN BUREAU OF I SUNDRY NOTICES AN Do not use this form for proposals to drill	TED STATES Draw TOF THE INTERIOR AND MANAGEMENT D REPORTS ON WELLS or to deepen or reentry to a different reservoir PERMIT - " for such proposals	1.a., NMsud Seal Ca No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No. NM-05608 6. If Indian, Allottee or Tribe Name
	IN TRIPLICATE	North Indian Basin
1. Type of Well Oil Gas Well Well Other		8. Well Name and No. N. Indian Basin Unit 10
Marathon Oil Company		9. API WOLL NO. 30/015/27930
3. Address and Telephone No. P.O. BOX 552, Midland, TX 797 4. Location of Well (Footage, Sec., T., R., M., or Survey D UL "C", 330' FNL, 2310' FWL SEC 11, T-21-S, R-23-E		10. Field and Pool, or exploratory Area Dagger Draw; U. Penn Assoc S. 11. County or Parish, State Eddy Co., NM
12. CHECK APPROPRIATE BOX() TO INDICATE NATURE OF NOTICE, REP	ORT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF AC	
X Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing OtherSunface_Commin	Change of Plans Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection
give subsurface locations and measured and true v	all pertinent details, and give pertinent dates, including estimated date ertical depths for all markers and zones pertinent to this work.)* that this well be included in th Section 1, Township 21-S, Range 23 age and the installation and use	(Note: Report results of multiple completion or Well Completion of Recompletion Report and Log form.) e of starting any proposed work. If well is directionally drilled,
give subsurface locations and measured and true v Marathon Oil Company requests FACILITY, located in UL "D", S Off Lease Measurment and Store	all pertinent details, and give pertinent dates, including estimated date ertical depths for all markers and zones pertinent to this work.)* that this well be included in th Section 1, Township 21-S, Range 23 age and the installation and use	(Note: Report results of multiple completion or Well Completion of Recompletion Report and Log form.) e of starting any proposed work. If well is directionally drilled,

*See Instruction on Reverse Side

CRA BLM FORMAT

APPLICATION FOR SURFACE COMMINGLING OFF LEASE STORAGE AND MEASUREMENT APPROVAL

To: Bureau of Land Management P.O. Box 1778 Carlsbad, New Mexico 88220-1778

<u>Marathon Oil Company</u> is requesting approval for Surface Commingling, and Off Lease Storage & Measurement of Hydrocarbon Production from the following formation and well on Federal Lease No <u>NM-05608</u>;Lease Name: <u>North Indian Basin Unit 14-08-0001(8508)</u> <u>WELL</u>

<u>NO.</u>	LOCATION	<u>SEC TWP. RNG FURI</u>	IATION
10	UL "C" 330' FNL & 2310' FWL	11 21-S 23-E Uppe	er Penn

	Oil API			
<u>BOPD</u>	<u>Gravity</u>	<u>MCFPD</u>		
155	42.6	609		

with the already commingled Hydrocarbon Production from the Upper Penn formation *MOC Federal*, located in Section 1,T-21-S, R-23-E, Eddy County, New Mexico.

	Oil API	
<u>BOPD</u>	<u>Gravity</u>	<u>MCFPD</u>
682	42.0	9937

And with the already commingled Hydrocarbon Production from the Upper Penn formation on the **Bone Flat Federal Com.** # 91035 located in the West ½ of Section 12, T-21-S, R-23-E, Eddy, New Mexico.

	Oil API	
<u>BOPD</u>	<u>Gravity</u>	<u>MCFPD</u>
1580	42.3	1947

And with the already commingled Hydrocarbon Production from the Upper Penn formation on the **Stinking Draw** lease numbers ST K-1877 and ST E-10169-1 located in the South ½ of Section 36, T-21 ½-S, R-23-E, Eddy County, New Mexico.

				Oil API					
		<u>BOPD</u>		<u>Gravity</u>	M	CFPD			
		319		42.2	4	728			
The	proposed	operation	is	described	in	detail	on	the	attached
diag	grams.								

A map is enclosed showing the lease numbers and locating of all leases and wells that will contribute production to the commingling/common storage facility. All unitized/communitized areas and, producing zones/pools are also clearly illustrated. A schematic diagram is also illustrated which clearly identifies all equipment that will be utilized.

The Storage and Measuring facility is located at Unit Letter "D", Section 1, T-21-S, R-23-E, Eddy County, New Mexico. The BLM will be notified of any change in facility location.

Production will be allocated to this well based on monthly well tests and the previously approved methods of lease allocation.

The working interest owners were notified of the original commingling proposal.

The proposed commingling of production is in the interest of conservation and will not result in reduced royalty or improper measurement of production.

The proposed commingling is necessary for continued operation of the above referenced Federal Lease.

We understand that the requested approval will not constitute the granting of any right-of-way or construction rights not granted by lease instrument and, we will submit within 30 days an application for right-of-way to the BLM's Realty Section in your office if we have not already done so.

Additional wells require additional commingling approvals.

Signature Thomas infrice for RA Biembaun

Name: R. A. Biernbaum Title: Manager,Indian Basin Asset Team Date: October 9, 1995

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