Form 3160-3 FORM APPROVED OMB No. 1004-0137 (June 2015) Expires: January 31, 2018 **UNITED STATES** DEPARTMENT OF THE INTERIOR 5. Lease Serial No. BUREAU OF LAND MANAGEMENT APPLICATION FOR PERMIT TO DRILL OR REENTER 6. If Indian, Allotee or Tribe Name 7. If Unit or CA Agreement, Name and No. DRILL REENTER 1a. Type of work: 1b. Type of Well: Oil Well Gas Well Other 8. Lease Name and Well No. 1c. Type of Completion: Hydraulic Fracturing Single Zone Multiple Zone 2. Name of Operator 9. API Well No. 30-015-49133 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk. and Survey or Area At surface At proposed prod. zone 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13. State 15. Distance from proposed* 16. No of acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 18. Distance from proposed location* 19. Proposed Depth 20. BLM/BIA Bond No. in file to nearest well, drilling, completed, applied for, on this lease, ft. 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable) 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see 2. A Drilling Plan. Item 20 above). 3. A Surface Use Plan (if the location is on National Forest System Lands, the 5. Operator certification. SUPO must be filed with the appropriate Forest Service Office). 6. Such other site specific information and/or plans as may be requested by the 25. Signature Name (Printed/Typed) Date Title Approved by (Signature) Name (Printed/Typed) Date Title Office Application approval 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. Conditions of approval, if any, are attached. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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



(Continued on page 2)

*(Instructions on page 2)

Received by OCD: 11/22/2021 1:12:36 PM

District I 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 Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

☐ AMENDED REPORT

Released to Imaging: 12/3/2021 1:46:54 PM

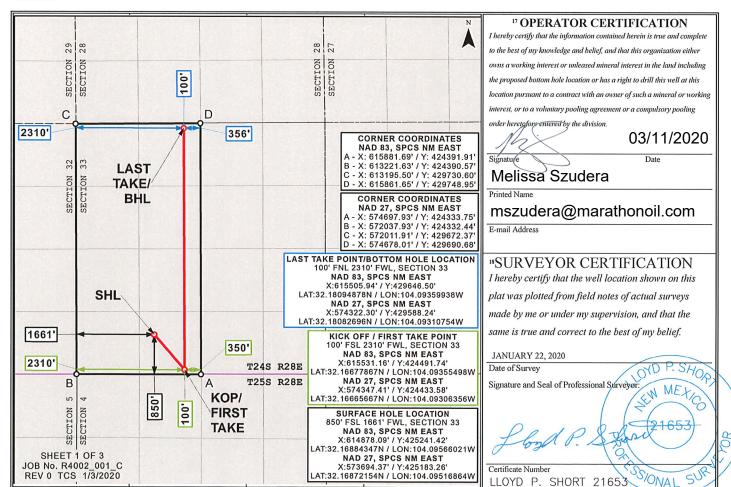
WELL LOCATION AND ACREAGE DEDICATION PLAT

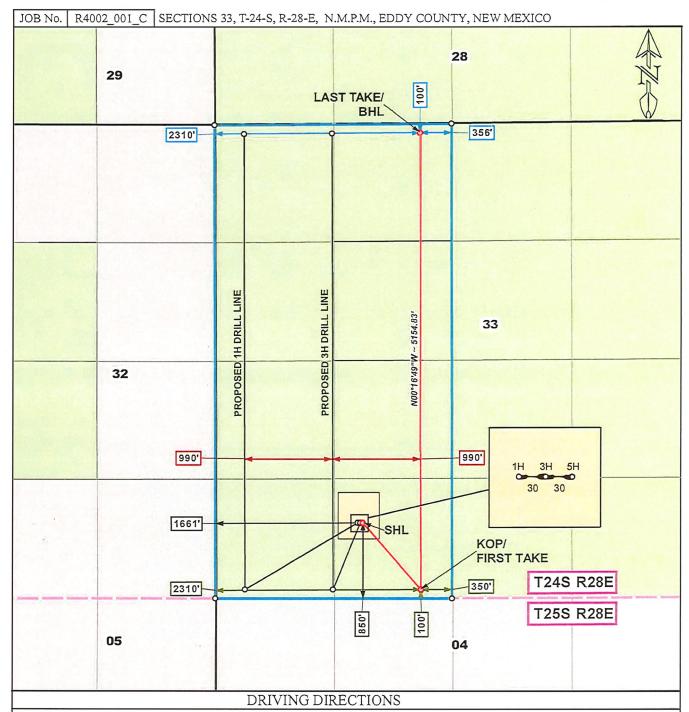
	¹ API Number		² Pool Code 98220 PURPLE SAGE; WOLFCAMP (GAS)			
30-015-49133		98220				
4 Property Code		⁶ Well Number				
331843		ROY BATTY	33 WXY FED COM	5H		
⁷ OGRID N₀.	⁸ Operator Name					
372098		MARATHON	OIL PERMIAN LLC	3012'		

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	33	24S	28E		850	SOUTH	1661	WEST	EDDY
			и Во	ttom Hol	le Location If	Different Fron	n Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	33	24S	28E		100	NORTH	2310	WEST	EDDY
12 Dedicated Acres	Joint of	r Infill 14 (Consolidation	Code 15 Or	der No.				
320.0									

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.





FROM THE INTERSECTION OF U.S. HIGHWAY 285 AND COUNTY ROAD 714, IN LOVING, NEW MEXICO, HEAD SOUTH ON U.S. HIGHWAY 285 FOR 9.9 MILES TO A CALICHE ROAD. TURN LEFT ONTO U.S. HIGHWAY 285 SOUTH, HEADING SOUTH, FOR 17.6 MILES TO A CALICHE ROAD. TURN RIGHT ONTO CALICHE ROAD, HEADING WEST, FOR 0.06 MILES (325 FEET). TURN RIGHT ONTO CALICHE ROAD, HEADING NORTHWEST FOR 0.56 MILES TO A CALICHE ROAD INTERSECTION. STAY TO THE RIGHT AND CONTINUE HEADING NORTHWEST FOR 0.7 MILES, CROSSING A CATTLE GUARD, CONTINUE ON THE MAIN LEASE ROAD, HEADING WEST FOR 1.0 MILES TO THE PROPOSED LEASE ROAD FOR THE ROY BATTY 33 FED COM WXY1H-WA3H-WXY5H WELL LOCATION PAD. TURN RIGHT ONTO SAID PROPOSED LEASE ROAD, HEADING EAST FOR 379 FEET, ENTERING THE NORTHWEST CORNER OF SAID WELL LOCATION PAD.



State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

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

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

		Effective May 2	25, 2021			
I. Operator: <u>Marathor</u>	n Oil Permian, LLO	COGRID:	372098	Date	: <u>10 / 28 /</u>	2021
II. Type: ⊠ Original □ Amend If Other, please describe:				27.9.D(6)(b) NMA	AC □ Other.	
III. Well(s): Provide the following the recompleted from a single we				set of wells propo	sed to be drille	d or proposed t
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D	Anticipated Gas MCF/D	Anticipated Produced Water BBL/D
Roy Batty 33 WXY Fed Com 1H	30-015	N-33-24S-28E	850' FSL 1600' FWL	1431	2858	3410
Roy Batty 33 WXY Fed Com 5H	30-015	N-33-24S-28E	850' FSL 1661' FWL	1431	2858	3410
Roy Batty 33 WA Fed Com 3H	30-015	N-33-24S-28E	850' FSL 1631' FWL	1431	2858	3410
IV. Central Delivery Point Nai	ne: RO	Y BATTY CTB		[S	ee 19.15.27.9(I	D)(1) NMAC]
V. Anticipated Schedule: Provi					f wells propose	d to be drilled o
Well Name	API	Spud Date	TD Reached Date	Completion Commencement Date	Initial Flow Back Date	First Production Date
Roy Batty 33 WXY Fed Com 1	H 30-015	2/28/2023	3/18/2023	6/11/2023	6/25/2023	6/25/2023
Roy Batty 33 WXY Fed Com 5	H 30-015	3/19/2023	4/2/2023	6/17/2023	6/25/2023	6/25/2023
Roy Batty 33 WA Fed Com 3H	d 30-015	4/3/2023	4/18/2023	6/23/2023	6/25/2023	6/25/2023

- VI. Separation Equipment:

 Attach a complete description of how Operator will size separation equipment to optimize gas capture.
- VII. Operational Practices: ⊠ Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.
- VIII. Best Management Practices:

 Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

		EFFECTIV	<u>E APRIL 1, 2022</u>	
Beginning April 1, 2 reporting area must of			with its statewide natural g	as capture requirement for the applicable
☐ Operator certifies capture requirement			tion because Operator is in	compliance with its statewide natural gas
IX. Anticipated Nat	tural Gas Productio	on:		
Wo	ell	API	Anticipated Average Natural Gas Rate MCF/I	Anticipated Volume of Natural Of Gas for the First Year MCF
X. Natural Gas Gat				
Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in
production operation the segment or portion XII. Line Capacity.	s to the existing or p on of the natural gas . The natural gas gat	lanned interconnect of t gathering system(s) to v	he natural gas gathering syst which the well(s) will be con will not have capacity to g	nticipated pipeline route(s) connecting the em(s), and the maximum daily capacity of nected. gather 100% of the anticipated natural gas
				ted to the same segment, or portion, of the n line pressure caused by the new well(s).
☐ Attach Operator's	s plan to manage pro	duction in response to the	he increased line pressure.	
Section 2 as provided	d in Paragraph (2) of		27.9 NMAC, and attaches a	SA 1978 for the information provided in full description of the specific information

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

☑ Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or
□ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. <i>If Operator checks this box, Operator will select one of the following:</i>
Well Shut-In. □ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. \square Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential

- (a) power generation on lease;
- **(b)** power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- **(f)** reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature:	
Printed Name:	Melissa Szudera
Title:	Adv Regulatory Compliance Representative
E-mail Address:	mszudera@marathonoil.com
Date:	10/28/2021
Phone:	713-296-3179
	OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:	
Title:	
Approval Date:	
Conditions of Approval:	

APPENDIX

Section 1 - Parts VI, VII, and VIII

- **VI. Separation Equipment:** ⊠ Attach a complete description of how Operator will size separation equipment to optimize gas capture.
 - Separation equipment is sized to allow for retention time and velocity to adequately separate oil, gas, and water at anticipated peak rates.
 - All central tank battery equipment is designed to efficiently capture the remaining gas from the liquid phase.
 - Valves and meters are designed to service without flow interruption or venting of gas.

VII. Operational Practices:

Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

◆ 19.15.27.8 (A) – Venting and Flaring Of Natural Gas

 Marathon Oil Permian's field operations are designed with the goal of minimizing flaring and preventing venting of natural gas. If capturing the gas is not possible then the gas is combusted/flared using properly sized flares or combustors in accordance with state air permit rules.

◆ 19.15.27.8 (B) – Venting and Flaring During Drilling Operations

- A properly-sized flare stack will be located at a minimum 100' from the nearest surface hole location on the pad.
- All natural gas produced during drilling operations will be flared. Venting will only occur if there is an
 equipment malfunction and/or to avoid risk of an immediate and substantial adverse impact on safety,
 public health, or the environment.

19.15.27.8 (C) – Venting and Flaring During Completion or Recompletion Operations

- During all phases of flowback, wells will flow through a sand separator, or other appropriate flowback separation equipment, and the well stream will be directed to a central tank battery (CTB) through properly sized flowlines.
- The CTB will have properly sized separation equipment for maximum anticipated flow rates.
- Multiple stages of separation will be used to separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual gas from the tanks and route such gas to a sales outlet.

◆ 19.15.27.8 (D) – Venting and Flaring During Production Operations

- During production, the well stream will be routed to the CTB where multiple stages of separation will separate gas from liquids. All gas will be routed to a sales outlet. Fluids will be routed to tanks equipped with a closed loop system that will recover any residual gas from the tanks and route such gas to a sales outlet, minimizing tank emissions.
- Flares are equipped with auto-ignition systems and continuous pilot operations.
- Automatic gauging equipment is installed on all tanks.

◆ 19.15.27.8 (E) – Performance Standards

- Production equipment will be designed to handle maximum anticipated rates and pressure.
- Automatic gauging equipment is installed on all tanks to minimize venting.
- All flared gas will be combusted in a flare stack that is properly sized and designed to ensure proper combustion.
- Flares are equipped with continuous pilots and auto-ignitors along with remote monitoring of the pilot
- Weekly AVOs and monthly LDAR inspections will be performed on all wells and facilities that produce more than 60 MCFD.
- Gas/H2S detectors will be installed throughout the facilities and wellheads to detect leaks and enable timely repairs.

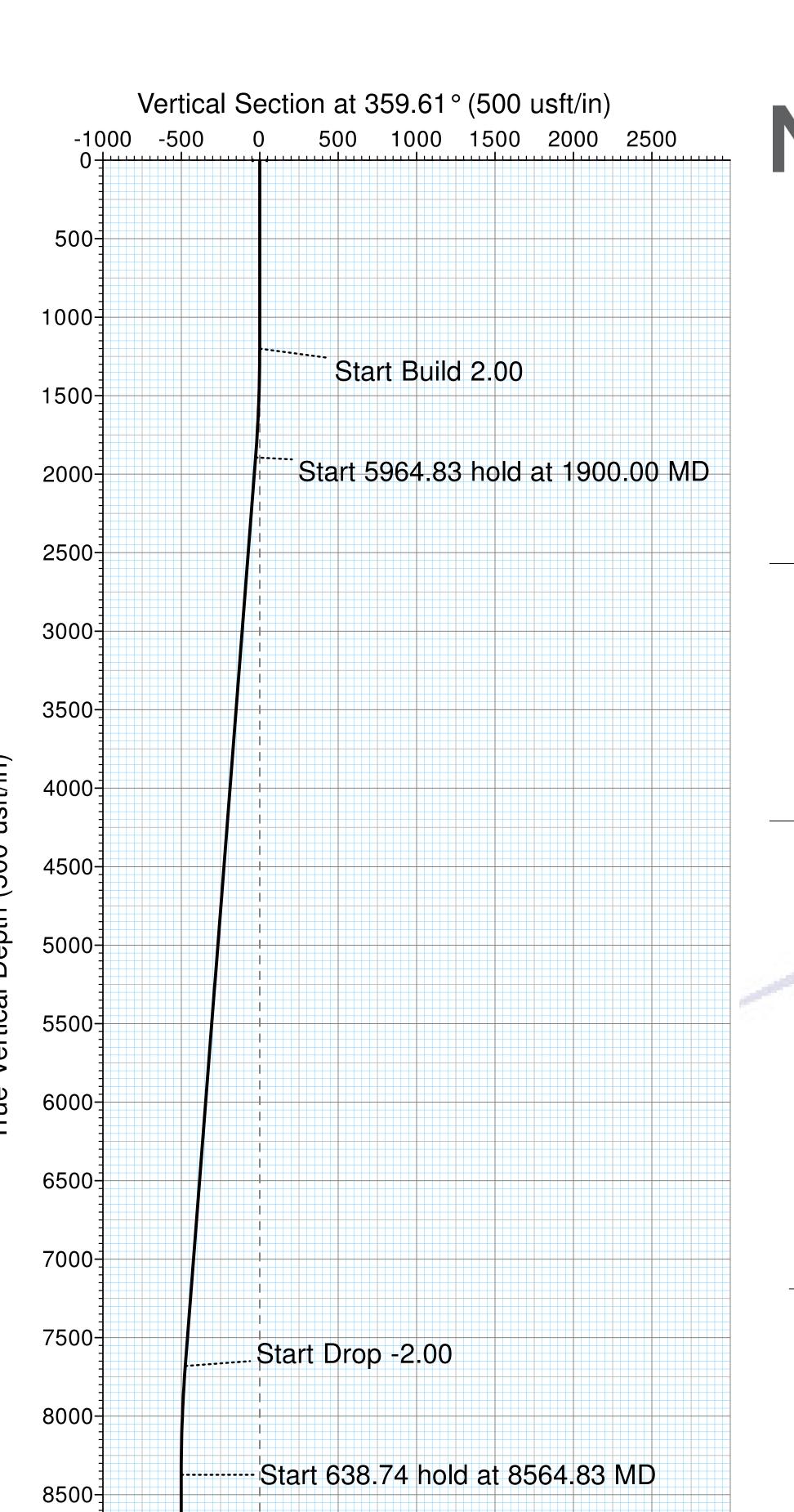
◆ 19.15.27.8 (F) – Measurement or Estimation of Vented and Flared Natural Gas

- All high pressure flared gas is measured by equipment conforming to API 14.10.
- No meter bypasses are installed.
- When metering is not practical due to low pressure/low rate, the vented or flared volume will be estimated through flare flow curves with the assistance of air emissions consultants, as necessary.

VIII. Best Management Practices:

Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

- Marathon Oil Permian will use best management practices to vent as minimally as possible during well
 intervention operations and downhole well maintenance.
- All natural gas is routed into the gas gathering system and directed to one of Marathon Oil Permian's multiple gas sales outlets.
- All venting events will be recorded and all start-up, shutdown, maintenance logs will be kept for control
 equipment.
- All control equipment will be maintained to provide highest run-time possible.
- All procedures are drafted to keep venting and flaring to the absolute minimum.





Marathon Oil Eddy County, NM Roy Batty 33 (1-3-5) WXY No. 5H Prelim Plan A

US State Plane 1927 (Exact solution)
NAD 1927 (NADCON CONUS)
Clarke 1866
New Mexico East 3001
Mean Sea Level

RKB Elevation: well @ 3030.00usft

+N/-S +E/-W Northing Easting Latittude Longitude Slot 0.00 0.00 424927.00 572843.00 32.1680222 -104.0979219

SECTION DETAILS

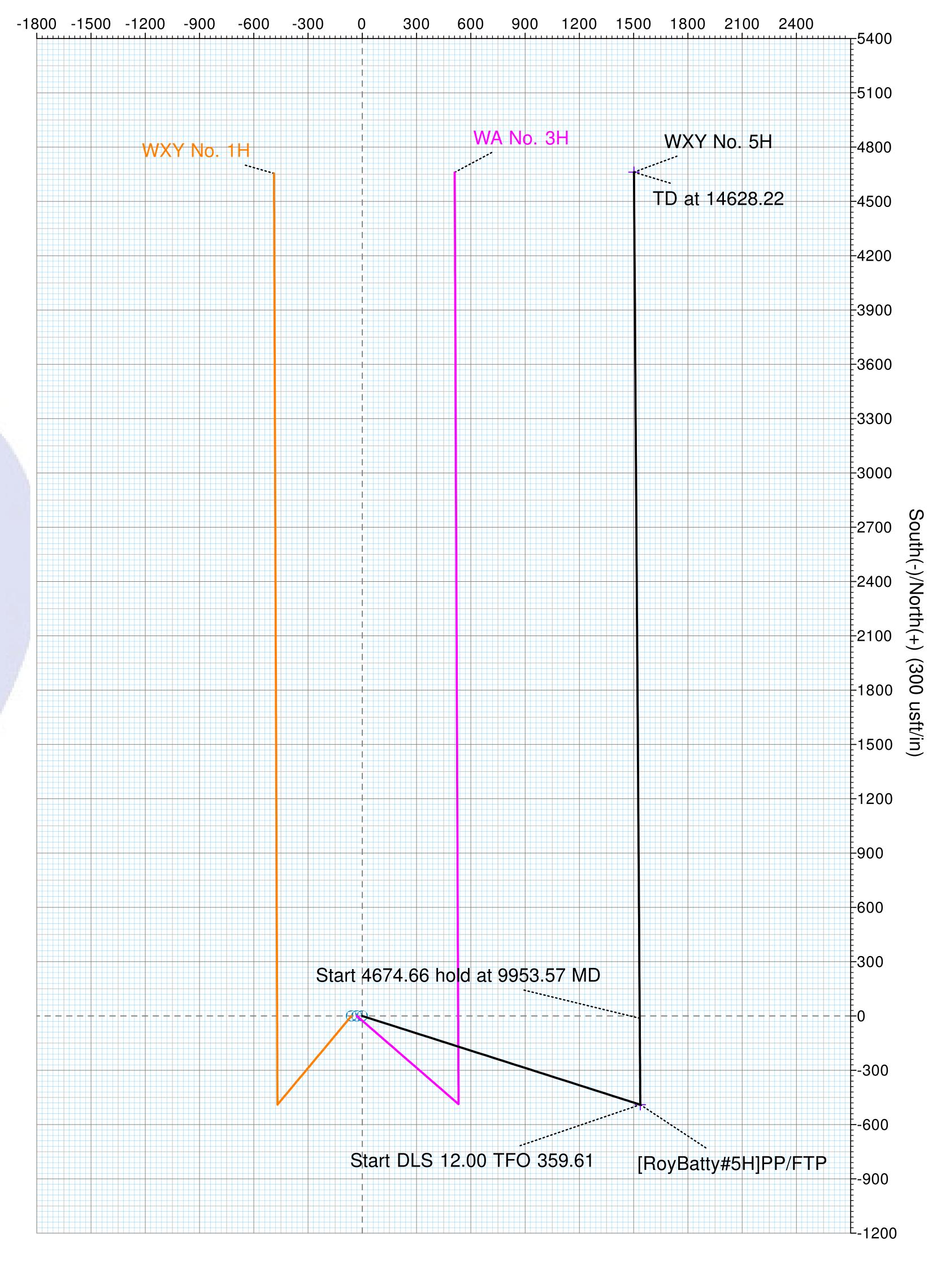
Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	VSect	
1	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
2	1200.00	0.00	0.00	1200.00	0.00	0.00	0.00	0.00	
3	1900.00	14.00	107.68	1893.06	-25.85	81.08	2.00	-26.40	
4	7864.83	14.00	107.68	7680.71	-464.15	1455.92	0.00	-474.05	
5	8564.83	0.00	0.00	8373.76	-490.00	1537.00	2.00	-500.45	
6	9203.57	0.00	0.00	9012.50	-490.00	1537.00	0.00	-500.45	
7	9953.57	90.00	359.61	9489.96	-12.55	1533.76	12.00	-22.99	
8	14628.22	90.00	359.61	9490.00	4662.00	1502.00	0.00	4651.67	

WELLBORE TARGET DETAILS (MAP CO-ORDINATES)

lame	TVD	+N/-S	+E/-W	Northing	Easting	
				9	9	
RoyBatty#5H]PP/FTP	9012.50	-490.00	1537.00	424437.00	574380.00	
RovBattv#5HILTP/BHI	9490 00	4662 00	1502 00	429589 00	574345 00	

PRODIRECTIONAL

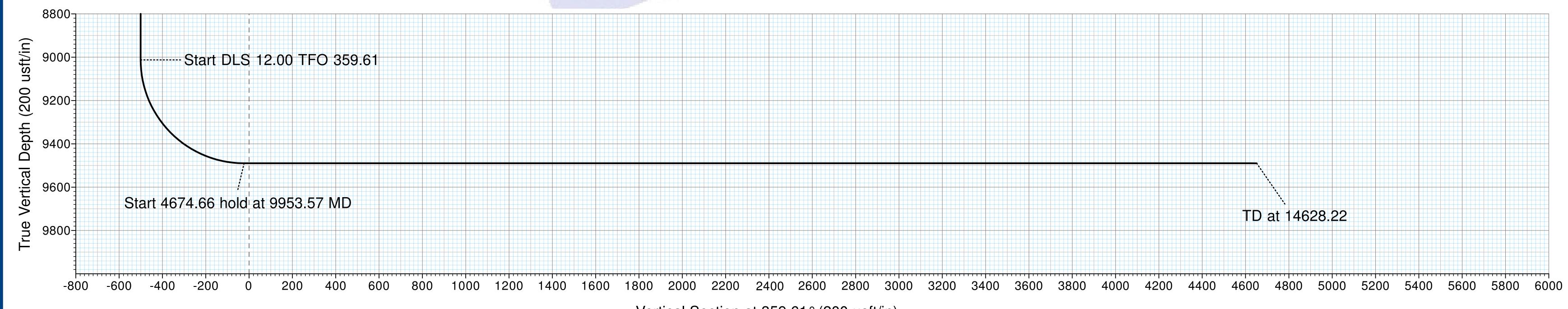
West(-)/East(+) (300 usft/in)

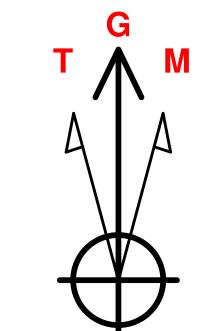




-Start DLS 12.00 TFO 359.61

1500 2000 2500





Azimuths to Grid North True North: -0.12° Magnetic North: 6.91°

Magnetic Field Strength: 47806.0snT Dip Angle: 59.87° Date: 1/23/2020 Model: HDGM

Azimuth Corrections

Total Magnetic Corr. (M to G): 6.91°

Declination (M to T): 7.03° East

9000

9500



Survey Report



Company: Marathon Oil
Project: Eddy County, NM
Site: Roy Batty 33 (1-3-5)
Well: WXY No. 5H

Wellbore: OH

Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method: Database:

Well WXY No. 5H

well @ 3030.00usft well @ 3030.00usft

Grid

Minimum Curvature

ase: WellPlanner1

Project Eddy County, NM

Map System: US State Plane 1927 (Exact solution)
Geo Datum: NAD 1927 (NADCON CONUS)

Map Zone: New Mexico East 3001

System Datum: Mean Sea Level

Site Roy Batty 33 (1-3-5)

Northing: 424,927.00 usft Site Position: Latitude: 32.1680226 From: Мар Easting: 572,783.00 usft Longitude: -104.0981158 **Position Uncertainty:** 0.00 usft Slot Radius: 13-3/16 " **Grid Convergence:** 0.13 °

Well WXY No. 5H **Well Position** +N/-S 0.00 usft Northing: 424,927.00 usft Latitude: 32.1680223 +E/-W 0.00 usft Easting: 572,843.00 usft Longitude: -104.0979219 0.00 usft 3,000.00 usft Wellhead Elevation: usft **Ground Level: Position Uncertainty**

ОН Wellbore **Model Name** Declination Dip Angle Field Strength Magnetics Sample Date (°) (°) (nT) **HDGM** 1/23/2020 7.03 59.87 47,806.00

Prelim Plan A Design Audit Notes: Version: **PLAN** Tie On Depth: 0.00 Phase: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°) 0.00 359.61 0.00 0.00

 From (usft)
 To (usft)
 Survey (Wellbore)
 Tool Name
 Description

 0.00
 14,628.23 Prelim Plan A (OH)
 MWD+IFR1
 OWSG MWD + IFR1

Planned Survey Measured Vertical Vertical Dogleg Build Turn Depth Depth Section Inclination Azimuth +N/-S +E/-W Rate Rate Rate (°/100usft) (°/100usft) (°/100usft) (usft) (usft) (usft) (usft) (usft) (°) (°) 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 100.00 0.00 0.00 100.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 200.00 0.00 0.00 0.00 0.00 0.00 200.00 0.00 0.00 0.00 300.00 0.00 0.00 0.00 0.00 300.00 0.00 0.00 400.00 0.00 0.00 400.00 0.00 0.00 0.00 0.00 0.00 0.00 500.00 0.00 0.00 500.00 0.00 0.00 0.00 0.00 0.00 0.00 600.00 0.00 0.00 600.00 0.00 0.00 0.00 0.00 0.00 0.00 700.00 0.00 0.00 700.00 0.00 0.00 0.00 0.00 0.00 0.00 0.00 800.00 0.00 800.00 0.00 0.00 0.00 0.00 0.00 0.00 900.00 0.00 0.00 900.00 0.00 0.00 0.00 0.00 0.00 0.00



Survey Report



Company:Marathon OilProject:Eddy County, NMSite:Roy Batty 33 (1-3-5)Well:WXY No. 5H

Wellbore: OH

Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Database:

Well WXY No. 5H well @ 3030.00usft

well @ 3030.00usft Grid

nned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
1,000.00	0.00	0.00	1,000.00	0.00	0.00	0.00	0.00	0.00	0.00
1,100.00	0.00	0.00	1,100.00	0.00	0.00	0.00	0.00	0.00	0.00
1,200.00	0.00	0.00	1,200.00	0.00	0.00	0.00	0.00	0.00	0.00
1,300.00	2.00	107.68	1,299.98	-0.53	1.66	-0.54	2.00	2.00	0.00
1,400.00	4.00	107.68	1,399.84	-2.12	6.65	-2.16	2.00	2.00	0.00
1,500.00	6.00	107.68	1,499.45	-4.77	14.95	-4.87	2.00	2.00	0.00
1,600.00	8.00	107.68	1,598.70	-8.47	26.56	-8.65	2.00	2.00	0.00
1,700.00	10.00	107.68	1,697.47	-13.22	41.47	-13.50	2.00	2.00	0.00
1,800.00	12.00	107.68	1,795.62	-19.01	59.64	-19.42	2.00	2.00	0.00
1,900.00	14.00	107.68	1,893.06	-25.85	81.08	-26.40	2.00	2.00	0.00
2,000.00	14.00	107.68	1,990.08	-33.20	104.13	-33.90	0.00	0.00	0.00
2,100.00	14.00	107.68	2,087.11	-40.54	127.17	-41.41	0.00	0.00	0.00
2,200.00	14.00	107.68	2,184.14	-47.89	150.22	-48.91	0.00	0.00	0.00
2,300.00	14.00	107.68	2,281.17	-55.24	173.27	-56.42	0.00	0.00	0.00
2,400.00	14.00	107.68	2,378.20	-62.59	196.32	-63.92	0.00	0.00	0.00
2,500.00	14.00	107.68	2,475.23	-69.94	219.37	-71.43	0.00	0.00	0.00
2,600.00	14.00	107.68	2,572.26	-77.28	242.42	-78.93	0.00	0.00	0.00
2,700.00	14.00	107.68	2,669.29	-84.63	265.47	-86.44	0.00	0.00	0.00
2,800.00	14.00	107.68	2,766.32	-91.98	288.52	-93.94	0.00	0.00	0.00
2,900.00	14.00	107.68	2,863.35	-99.33	311.57	-101.45	0.00	0.00	0.00
3,000.00	14.00	107.68	2,960.38	-106.68	334.62	-108.95	0.00	0.00	0.00
3,100.00	14.00	107.68	3,057.41	-114.03	357.67	-116.46	0.00	0.00	0.00
3,200.00	14.00	107.68	3,154.44	-121.37	380.72	-123.96	0.00	0.00	0.00
3,300.00	14.00	107.68	3,251.47	-128.72	403.77	-131.47	0.00	0.00	0.00
3,400.00	14.00	107.68	3,348.50	-136.07	426.81	-138.97	0.00	0.00	0.00
3,500.00	14.00	107.68	3,445.53	-143.42	449.86	-146.48	0.00	0.00	0.00
3,600.00	14.00	107.68	3,542.56	-150.77	472.91	-153.98	0.00	0.00	0.00
3,700.00	14.00	107.68	3,639.59	-158.11	495.96	-161.49	0.00	0.00	0.00
3,800.00	14.00	107.68	3,736.62	-165.46	519.01	-168.99	0.00	0.00	0.00
3,900.00	14.00	107.68	3,833.65	-172.81	542.06	-176.50	0.00	0.00	0.00
4,000.00	14.00	107.68	3,930.68	-180.16	565.11	-184.00	0.00	0.00	0.00
4,100.00	14.00	107.68	4,027.71	-187.51	588.16	-191.51	0.00	0.00	0.00
4,200.00	14.00	107.68	4,124.74	-194.85	611.21	-199.01	0.00	0.00	0.00
4,300.00	14.00	107.68	4,221.77	-202.20	634.26	-206.52	0.00	0.00	0.00
4,400.00	14.00	107.68	4,318.79	-209.55	657.31	-214.02	0.00	0.00	0.00
4,500.00	14.00	107.68	4,415.82	-216.90	680.36	-221.53	0.00	0.00	0.00
4,600.00	14.00	107.68	4,512.85	-224.25	703.41	-229.03	0.00	0.00	0.00
4,700.00	14.00	107.68	4,609.88	-231.60	726.45	-236.54	0.00	0.00	0.00
4,800.00	14.00	107.68	4,706.91	-231.00	749.50	-230.54	0.00	0.00	0.00
4,900.00	14.00	107.68	4,803.94	-236.94 -246.29	749.50	-244.04 -251.54	0.00	0.00	0.00
5,000.00	14.00	107.68	4,900.97	-253.64	795.60	-259.05	0.00	0.00	0.00
5,000.00		107.68	4,900.97					0.00	0.00
	14.00			-260.99	818.65	-266.55	0.00		
5,200.00	14.00	107.68	5,095.03	-268.34	841.70	-274.06	0.00	0.00	0.00
5,300.00	14.00	107.68	5,192.06	-275.68	864.75	-281.56	0.00	0.00	0.00



Survey Report



Company:Marathon OilProject:Eddy County, NMSite:Roy Batty 33 (1-3-5)Well:WXY No. 5H

Wellbore: OH

Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method: Database:

Well WXY No. 5H well @ 3030.00usft

well @ 3030.00usft Grid

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,400.00	14.00	107.68	5,289.09	-283.03	887.80	-289.07	0.00	0.00	0.00
5,500.00	14.00	107.68	5,386.12	-290.38	910.85	-296.57	0.00	0.00	0.00
5,600.00	14.00	107.68	5,483.15	-297.73	933.90	-304.08	0.00	0.00	0.00
5,700.00	14.00	107.68	5,580.18	-305.08	956.95	-311.58	0.00	0.00	0.00
5,800.00	14.00	107.68	5,677.21	-312.43	980.00	-319.09	0.00	0.00	0.00
5,900.00	14.00	107.68	5,774.24	-319.77	1,003.04	-326.59	0.00	0.00	0.00
6,000.00	14.00	107.68	5,871.27	-327.12	1,026.09	-334.10	0.00	0.00	0.00
6,100.00	14.00	107.68	5,968.30	-334.47	1,049.14	-341.60	0.00	0.00	0.00
6,200.00	14.00	107.68	6,065.33	-341.82	1,072.19	-349.11	0.00	0.00	0.00
6,300.00	14.00	107.68	6,162.36	-349.17	1,095.24	-356.61	0.00	0.00	0.00
6,400.00	14.00	107.68	6,259.39	-356.51	1,118.29	-364.12	0.00	0.00	0.00
6,500.00	14.00	107.68	6,356.42	-363.86	1,141.34	-371.62	0.00	0.00	0.00
6,600.00	14.00	107.68	6,453.45	-371.21	1,164.39	-379.13	0.00	0.00	0.00
6,700.00	14.00	107.68	6,550.47	-378.56	1,187.44	-386.63	0.00	0.00	0.00
6,800.00	14.00	107.68	6,647.50	-385.91	1,210.49	-394.14	0.00	0.00	0.00
6,900.00	14.00	107.68	6,744.53	-393.26	1,233.54	-401.64	0.00	0.00	0.00
7,000.00	14.00	107.68	6,841.56	-400.60	1,256.59	-409.15	0.00	0.00	0.00
7,100.00	14.00	107.68	6,938.59	-407.95	1,279.64	-416.65	0.00	0.00	0.00
7,200.00	14.00	107.68	7,035.62	-415.30	1,302.68	-424.16	0.00	0.00	0.00
7,300.00	14.00	107.68	7,132.65	-422.65	1,325.73	-431.66	0.00	0.00	0.00
7,400.00	14.00	107.68	7,229.68	-430.00	1,348.78	-439.17	0.00	0.00	0.00
7,500.00	14.00	107.68	7,326.71	-437.34	1,371.83	-446.67	0.00	0.00	0.00
7,600.00	14.00	107.68	7,423.74	-444.69	1,394.88	-454.18	0.00	0.00	0.00
7,700.00	14.00	107.68	7,520.77	-452.04	1,417.93	-461.68	0.00	0.00	0.00
7,800.00	14.00	107.68	7,617.80	-459.39	1,440.98	-469.19	0.00	0.00	0.00
7,864.83	14.00	107.68	7,680.71	-464.15	1,455.92	-474.05	0.00	0.00	0.00
7,900.00	13.30	107.68	7,714.88	-466.67	1,463.83	-476.63	2.00	-2.00	0.00
8,000.00	11.30	107.68	7,812.58	-473.14	1,484.12	-483.23	2.00	-2.00	0.00
8,100.00	9.30	107.68	7,910.97	-478.57	1,501.15	-488.78	2.00	-2.00	0.00
8,200.00	7.30	107.68	8,009.91	-482.95	1,514.90	-493.25	2.00	-2.00	0.00
8,300.00	5.30	107.68	8,109.31	-486.28	1,525.35	-496.66	2.00	-2.00	0.00
8,400.00	3.30	107.68	8,209.02	-488.56	1,532.48	-498.98	2.00	-2.00	0.00
8,500.00	1.30	107.68	8,308.94	-489.78	1,536.30	-500.22	2.00	-2.00	0.00
8,564.83	0.00	0.00	8,373.76	-490.00	1,537.00	-500.45	2.00	-2.00	0.00
8,600.00	0.00	0.00	8,408.93	-490.00	1,537.00	-500.45	0.00	0.00	0.00
8,700.00	0.00	0.00	8,508.93	-490.00	1,537.00	-500.45	0.00	0.00	0.00
8,800.00	0.00	0.00	8,608.93	-490.00	1,537.00	-500.45	0.00	0.00	0.00
8,900.00	0.00	0.00	8,708.93	-490.00	1,537.00	-500.45	0.00	0.00	0.00
9,000.00	0.00	0.00	8,808.93	-490.00	1,537.00	-500.45	0.00	0.00	0.00
9,100.00	0.00	0.00	8,908.93	-490.00	1,537.00	-500.45	0.00	0.00	0.00
9,203.57 [RoyBatty#5	0.00	0.00	9,012.50	-490.00	1,537.00	-500.45	0.00	0.00	0.00



Survey Report



Company:Marathon OilProject:Eddy County, NMSite:Roy Batty 33 (1-3-5)Well:WXY No. 5H

Wellbore: OH

Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method:

Database:

Well WXY No. 5H well @ 3030.00usft

well @ 3030.00usft

Grid

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
9,250.00	5.57	359.61	9,058.86	-487.74	1,536.98	-498.19	12.00	12.00	0.00
9,275.00	8.57	359.61	9,083.66	-484.67	1,536.96	-495.12	12.00	12.00	0.00
9,300.00	11.57	359.61	9,108.28	-480.30	1,536.93	-490.75	12.00	12.00	0.00
9,325.00	14.57	359.61	9,132.62	-474.64	1,536.90	-485.09	12.00	12.00	0.00
9,350.00	17.57	359.61	9,156.64	-467.72	1,536.85	-478.17	12.00	12.00	0.00
9,375.00	20.57	359.61	9,180.27	-459.55	1,536.79	-470.00	12.00	12.00	0.00
9,400.00	23.57	359.61	9,203.44	-450.16	1,536.73	-460.61	12.00	12.00	0.00
9,425.00	26.57	359.61	9,226.08	-439.57	1,536.66	-450.02	12.00	12.00	0.00
9,450.00	29.57	359.61	9,248.13	-427.81	1,536.58	-438.26	12.00	12.00	0.00
9,475.00	32.57	359.61	9,269.54	-414.91	1,536.49	-425.36	12.00	12.00	0.00
9,500.00	35.57	359.61	9,290.25	-400.90	1,536.39	-411.35	12.00	12.00	0.00
9,525.00	38.57	359.61	9,310.20	-385.83	1,536.29	-396.28	12.00	12.00	0.00
9,550.00	41.57	359.61	9,329.32	-369.74	1,536.29	-380.28	12.00	12.00	0.00
9,575.00	44.57	359.61	9,347.58	-352.67	1,536.07	-363.12	12.00	12.00	0.00
9,600.00	47.57	359.61	9,364.93	-334.67	1,535.94	-345.12	12.00	12.00	0.00
9,625.00	50.57	359.61	9,381.30	-315.78	1,535.82	-326.23	12.00	12.00	0.00
9,650.00	53.57	359.61	9,396.67	-296.07	1,535.68	-306.51	12.00	12.00	0.00
9,675.00	56.57	359.61	9,410.98	-275.57	1,535.54	-286.02	12.00	12.00	0.00
9,700.00	59.57	359.61	9,424.20	-254.36	1,535.40	-264.80	12.00	12.00	0.00
9,725.00	62.57	359.61	9,436.29	-232.48	1,535.25	-242.93	12.00	12.00	0.00
9,750.00	65.57	359.61	9,447.22	-210.00	1,535.10	-220.44	12.00	12.00	0.00
9,775.00	68.57	359.61	9,456.96	-186.98	1,534.94	-197.42	12.00	12.00	0.00
9,800.00	71.57	359.61	9,465.48	-163.48	1,534.78	-173.92	12.00	12.00	0.00
9,825.00	74.57	359.61	9,472.76	-139.57	1,534.62	-150.01	12.00	12.00	0.00
0.850.00	77 57	250.64	0.470.70	115 20	1 524 45	105.75	12.00	12.00	0.00
9,850.00	77.57	359.61	9,478.78	-115.30	1,534.45	-125.75	12.00	12.00	0.00
9,875.00	80.57	359.61	9,483.51	-90.76	1,534.29	-101.20	12.00	12.00	0.00
9,900.00	83.57	359.61	9,486.96	-66.00	1,534.12	-76.44	12.00	12.00	0.00
9,925.00 9,950.00	86.57 89.57	359.61 359.61	9,489.11 9,489.95	-41.10 -16.12	1,533.95 1,533.78	-51.54 -26.56	12.00 12.00	12.00 12.00	0.00 0.00
9,953.57	90.00	359.61	9,489.97	-12.55	1,533.76	-22.99	12.00	12.00	0.00
10,000.00	90.00	359.61	9,489.97	33.88	1,533.44	23.44	0.00	0.00	0.00
10,100.00	90.00	359.61	9,489.97	133.88	1,532.76	123.44	0.00	0.00	0.00
10,200.00	90.00	359.61	9,489.97	233.88	1,532.08	223.44	0.00	0.00	0.00
10,300.00	90.00	359.61	9,489.97	333.88	1,531.40	323.44	0.00	0.00	0.00
10,400.00	90.00	359.61	9,489.97	433.87	1,530.72	423.44	0.00	0.00	0.00
10,500.00	90.00	359.61	9,489.97	533.87	1,530.04	523.44	0.00	0.00	0.00
10,600.00	90.00	359.61	9,489.97	633.87	1,529.37	623.44	0.00	0.00	0.00
10,700.00	90.00	359.61	9,489.97	733.87	1,528.69	723.44	0.00	0.00	0.00
10,800.00	90.00	359.61	9,489.97	833.86	1,528.01	823.44	0.00	0.00	0.00
10,900.00	90.00	359.61	9,489.97	933.86	1,527.33	923.44	0.00	0.00	0.00
	90.00		9,489.97					0.00	0.00
11,000.00		359.61		1,033.86	1,526.65	1,023.44	0.00		
11,100.00	90.00	359.61	9,489.97	1,133.86	1,525.97	1,123.44	0.00	0.00	0.00
11,200.00	90.00	359.61	9,489.97	1,233.85	1,525.29	1,223.44	0.00	0.00	0.00
11,300.00	90.00	359.61	9,489.98	1,333.85	1,524.61	1,323.44	0.00	0.00	0.00



Survey Report



Company:Marathon OilProject:Eddy County, NMSite:Roy Batty 33 (1-3-5)Well:WXY No. 5H

Wellbore: OH

Design: Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method: Database: Well WXY No. 5H well @ 3030.00usft well @ 3030.00usft

Grid

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
11,400.00	90.00	359.61	9,489.98	1,433.85	1,523.93	1,423.44	0.00	0.00	0.00
11,500.00	90.00	359.61	9,489.98	1,533.85	1,523.25	1,523.44	0.00	0.00	0.00
11,600.00	90.00	359.61	9,489.98	1,633.85	1,522.57	1,623.44	0.00	0.00	0.00
11,700.00	90.00	359.61	9,489.98	1,733.84	1,521.89	1,723.44	0.00	0.00	0.00
11,800.00	90.00	359.61	9,489.98	1,833.84	1,521.21	1,823.44	0.00	0.00	0.00
11,900.00	90.00	359.61	9,489.98	1,933.84	1,520.53	1,923.44	0.00	0.00	0.00
12,000.00	90.00	359.61	9,489.98	2,033.84	1,519.85	2,023.44	0.00	0.00	0.00
12,100.00	90.00	359.61	9,489.98	2,133.83	1,519.18	2,123.44	0.00	0.00	0.00
12,200.00	90.00	359.61	9,489.98	2,233.83	1,518.50	2,223.44	0.00	0.00	0.00
12,300.00	90.00	359.61	9,489.98	2,333.83	1,517.82	2,323.44	0.00	0.00	0.00
12,400.00	90.00	359.61	9,489.98	2,433.83	1,517.14	2,423.44	0.00	0.00	0.00
12,500.00	90.00	359.61	9,489.98	2,533.82	1,516.46	2,523.44	0.00	0.00	0.00
12,600.00	90.00	359.61	9,489.98	2,633.82	1,515.78	2,623.44	0.00	0.00	0.00
12,700.00	90.00	359.61	9,489.99	2,733.82	1,515.10	2,723.44	0.00	0.00	0.00
12,800.00	90.00	359.61	9,489.99	2,833.82	1,514.42	2,823.44	0.00	0.00	0.00
12,900.00	90.00	359.61	9,489.99	2,933.82	1,513.74	2,923.44	0.00	0.00	0.00
13,000.00	90.00	359.61	9,489.99	3,033.81	1,513.06	3,023.44	0.00	0.00	0.00
13,100.00	90.00	359.61	9,489.99	3,133.81	1,512.38	3,123.44	0.00	0.00	0.00
13,200.00	90.00	359.61	9,489.99	3,233.81	1,511.70	3,223.44	0.00	0.00	0.00
13,300.00	90.00	359.61	9,489.99	3,333.81	1,511.02	3,323.44	0.00	0.00	0.00
13,400.00	90.00	359.61	9,489.99	3,433.80	1,510.34	3,423.44	0.00	0.00	0.00
13,500.00	90.00	359.61	9,489.99	3,533.80	1,509.66	3,523.44	0.00	0.00	0.00
13,600.00	90.00	359.61	9,489.99	3,633.80	1,508.99	3,623.44	0.00	0.00	0.00
13,700.00	90.00	359.61	9,489.99	3,733.80	1,508.31	3,723.44	0.00	0.00	0.00
13,800.00	90.00	359.61	9,489.99	3,833.79	1,507.63	3,823.44	0.00	0.00	0.00
13,900.00	90.00	359.61	9,489.99	3,933.79	1,506.95	3,923.44	0.00	0.00	0.00
14,000.00	90.00	359.61	9,490.00	4,033.79	1,506.27	4,023.44	0.00	0.00	0.00
14,100.00	90.00	359.61	9,490.00	4,133.79	1,505.59	4,123.44	0.00	0.00	0.00
14,200.00	90.00	359.61	9,490.00	4,233.79	1,504.91	4,223.44	0.00	0.00	0.00
14,300.00	90.00	359.61	9,490.00	4,333.78	1,504.23	4,323.44	0.00	0.00	0.00
14,400.00	90.00	359.61	9,490.00	4,433.78	1,503.55	4,423.44	0.00	0.00	0.00
14,500.00	90.00	359.61	9,490.00	4,533.78	1,502.87	4,523.44	0.00	0.00	0.00
14,600.00 14,628.23	90.00 90.00	359.61 359.61	9,490.00 9,490.00	4,633.78 4,662.00	1,502.19 1,502.00	4,623.44 4,651.67	0.00 0.00	0.00 0.00	0.00 0.00



Survey Report



Marathon Oil

Company: Marathon Oil Project: Eddy County, NM Site: Roy Batty 33 (1-3-5) Well: WXY No. 5H

Wellbore: ОН Design: Prelim Plan A Local Co-ordinate Reference:

well @ 3030.00usft TVD Reference: MD Reference: well @ 3030.00usft North Reference: Grid

Well WXY No. 5H

Survey Calculation Method: Minimum Curvature WellPlanner1 Database:

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
[RoyBatty#5H]PP/FTP - plan hits target cent - Point	0.00 er	0.00	9,012.50	-490.00	1,537.00	424,437.00	574,380.00	32.1666659	-104.0929582
[RoyBatty#5H]LTP/BHL - plan hits target cent - Point	0.00 er	0.00	9,490.00	4,662.00	1,502.00	429,589.00	574,345.00	32.1808289	-104.0930341

Checked By:	Approved By:	Date:
-------------	--------------	-------

MARATHON OIL PERMIAN LLC DRILLING AND OPERATIONS PLAN

ROY BATTY 33 WXY FED COM 5H

SEC. 33, TWP. 24S, RNG. 28E EDDY COUNTY, NEW MEXICO

1. GEOLOGICAL FORMATIONS

Formation at Surface	Elevation
Rustler	3012

Formation	TVD	MD	Elevation	Lithology	Mineral Resources	Producing Formation
Rustler	0	0	3012	Anhydrite	Brine	No
Salado	670	670	2342	Salt/Anhydrite	Brine	No
Castile	866	866	2146	Salt/Anhydrite	Brine	No
Base of Salt (BX)	2517	2517	495	Salt/Anhydrite	Brine	No
Lamar	2517	2517	495	Sandstone/Shale	None	No
Bell Canyon	2548	2548	464	Sandstone	Oil	No
Cherry Canyon	3373	3373	-361	Sandstone	Oil	No
Brushy Canyon	4555	4555	-1543	Sandstone	Oil	No
Bone Spring Lime	6162	6162	-3150	Limestone	None	No
Upper Avalon Shale	6178	6178	-3166	Shale	Oil	No
1st Bone Spring Sand	7090	7090	-4078	Sandstone	Oil	No
2nd Bone Spring Carbonate	7380	7380	-4368	Limestone	None	No
2nd Bone Spring Sand	7910	7910	-4898	Sandstone	Oil	No
3rd Bone Spring Carbonate	8163	8163	-5151	Limestone	Oil	No
3rd Bone Spring Sand	9015	9015	-6003	Sandstone	Oil	No
Wolfcamp	9375	9375	-6363	Sandstone/Shale/Carbonates	Natural Gas/Oil	Yes
Wolfcamp A	9502	9502	-6490	Sandstone/Shale/Carbonates	Natural Gas/Oil	Yes
Wolfcamp B	9781	9781	-6769	Sandstone/Shale/Carbonates	Natural Gas/Oil	No
Wolfcamp C	10063	10063	-7051	Sandstone/Shale/Carbonates	Natural Gas/Oil	No
Wolfcamp D	10597	10597	-7585	Sandstone/Shale/Carbonates	Natural Gas/Oil	No

2. BLOWOUT PREVENTER TESTING PROCEDURE

BOP installed and tested before drilling which hole?	Size	Min. Required WP	Туре		✓	Tested to:
			An	nular	Х	70% of working pressure
			Blin	d Ram	Х	
12 1/4	13 5/8	5000	Pip	e Ram		5000
			Douk	ole Ram	х	3000
			Other*			
			An	nular	Х	70% of working pressure
			Blind Ram		х	
			Pip	e Ram		5000
			Douk	ole Ram	х	5000
8 3/4	13 5/8	5000	Other*			
			Blin	d Ram	Х	
			Pipe Ram			5000
			Douk	Double Ram		5000
			Other*			

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock, full opening safety valve / inside BOP and choke lines and choke manifold. See attached schematics.

	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well								
Y		ed for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be in accordance with Onshore Oil and Gas Order #2 III.B.1.i.							
	testeu	in accordance with Onshore On and Gas Order #2 III.B.1.1.							
	A varia	nce is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and							
Υ	Y hydrostatic test chart.								
	N	Are anchors required by manufacturer?							
	A multibowl wellhead is being used. The BOP will be tested per Onshore Order #2 after installation on the surface								
Υ	casing which will cover testing requirements for a maximum of 30 days. If any seal subject to test pressure is broken the								
	system	must be tested. See attached schematic.							

3. CASING PROGRAM

String Type	Hole Size	Csg Size	Top Set MD	Bottom Set MD	Top Set TVD	Bottom Set TVD	Weight (lbs/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
Surface	17 1/2	13 3/8	0	350	0	350	54.5	J55	STC	5.52	2.5	2.5
Intermediate	12 1/4	9 5/8	0	2520	0	2520	36	J55	LTC	1.26	1.2	1.96
Production	8 3/4	5 1/2	0	14628	0	9440	20	P110	втс	1.65	1.29	2.08

Minimum safety factors: Burst 1.125 Collapse 1.125 Tension 1.8 Wet/1.6 Dry

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Υ
Does casing meet API specifications? If no, attach casing specification sheet.	Υ
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Υ
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Υ
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	
Is well within the designated 4 string boundary.	
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3 rd string cement tied back 500' into previous casing?	
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	
Is 2 nd string set 100' to 600' below the base of salt?	

	Y or N
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	

4. CEMENT PROGRAM

String Type	Lead/Tail	Stage Tool Depth	Top MD	Bottom MD	Quantity (sx)	Yield (ft3/sx)	Density (ppg)	Slurry Volume (ft3)	Excess (%)	Cement Type	Additives
Surface	Lead		0	0	0	1.73	13.5	0	100	Class C	LCM
Surface	Tail		0	350	356	1.33	14.8	486	100	Class C	Accelerator
Intermediate	Lead		0	1500	475	2.21	12.8	822	75	Class C	Extender, Accelerator
Intermediate	Tail		1500	2520	360	1.33	14.8	479	50	Class C	Retarder
Production	Lead		2220	9200	1110	3.21	11	2997	70	Class H	Viscosifier, Retarder
Production	Tail		9200	14628	1461	1.22	14.5	1782	30	Class H	Extender, Fluid Loss, Dispersant

Stage tool depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. Stage tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Pilot Hole Depth:N/A TVD/MDKOP:N/A TVD/MD

Plug Top	Plug Bottom	Excess (%)	Quantity (sx)	Density (ppg)	Yield (ft3/sx)	Water gal/sk	Slurry Description and Cement Type

Attach plugging procedure for pilot hole: N/A

5. CIRCULATING MEDIUM

Top Depth	Bottom Depth	Mud Type	Min. Weight (ppg)	Max. Weight (ppg)
0	350	Water Based Mud	8.4	8.8
350	2520	Brine or OBM	9.9	10.2
2520	14628	Oil Based Mud	9.0	12.5

Losses or gains in the mud system will be monitored visually/manually as well as with an electronic PVT. The necessary mud products for additional weight and fluid loss control will be on location at all times.

6. TESTING, LOGGING, CORING

List of production tests including testing procedures, equipment and safety measures:

GR from TD to surface (horizontal well - vertical portion of hole).

List of open and cased hole logs run in the well:

GR while drilling from Intermediate casing shoe to TD.

Coring operation description for the well:

Run gamma-ray (GR) and corrected neutron log (CNL) or analogous to surface for future development of the area, one per shared well pad not to exceed 200' radial distance.

Mud Logger: None DST's: None

Open Hole Logs: GR while drilling from Intermediate casing shoe to TD.

7. ANTICIPATED PRESSURE

Anticipated Bottom Hole Pressure: 6136 PSI
Anticipated Bottom Hole Temperature: 195 °F
Anticipate Abnormal Pressure? No
Anticipated Abnormal Temperature? No

- **A.** H2S detection equipment will be in operation after drilling out the surface casing shoe until the production casing has been cemented. Breathing equipment will be on location from drilling out the surface shoe until production casing is cemented. If H2S is encountered the operator will comply with Onshore Order #6.
- **B.** No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.
- **C.** No losses are anticipated at this time.
- **D.** All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well.
- E. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

8. OTHER INFORMATION

- A. Auxiliary Well Control and Monitoring Equipment
 - *i.* A Kelly cock will be in the drill string at all times.
 - *ii.* A full opening drill pipe stabbing valve having the appropriate connections will be on the rig floor unobstructed and readily accessible at all times.
 - iii. Hydrogen Sulfide detection equipment will be in operation after drilling out the surface casing shoe until the production casing is cemented. Breathing equipment will be on location upon drilling the surface casing shoe until total depth is reached. If Hydrogen Sulfide is encountered, measured amounts and formations will be reported to the BLM
- **B.** Anticipated Starting Date and Duration of Operations
 - *i.* Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon as possible after BLM approval and as soon as a rig will be available. Move in operations and drilling is expected to take 30 days.
- **C.** No abnormal temperatures or pressures are anticipated. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.
- **D.** No losses are anticipated at this time.
- E. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well.
- **F.** Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely.

DRILL PLAN CHANGE REGISTER

Well Name	e & Number:	ROY BATTY 33 WXY FED COM 5H				
Original Document Date:		March 16, 2020				
	Prepared By:	Robert Amaya				
Submitted By:		Melissa Szudera				
Drilling		Regulatory				
Revised By:	Matt Baker (geologist)		Melissa Szudera			
Date:	July 20, 2021	Date:	August 3, 2021			
Summary of Revision	ons:					
Section		Description				
1 (geology)	Updated/Added Missing Formation Tops					
<u>Drilling</u>		Regulatory				
Revised By:		Submitted By:				
Date:		Date:				
Summary of Revision	nne:					
Section	J. 13.	Description				
ļ						
Drilling		Regulatory				
Revised By: Date:		Submitted By: Date:				
Date.		Date.				
Summary of Revision	ons:					
Section		Description				

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME: Marathon Oil
LEASE NO.: NMNM115411
LOCATION: Section 33, T.24 S., R.28 E., NMPM
COUNTY: Eddy County, New Mexico

WELL NAME & NO.: Roy Batty 33 WXY Fed Com 5H
SURFACE HOLE FOOTAGE: 850'/S & 1661'/W
BOTTOM HOLE FOOTAGE 100'/N & 2310'/W

COA

H2S	• Yes	O No	
Potash	None	Secretary	© R-111-P
Cave/Karst Potential	O Low	• Medium	O High
Cave/Karst Potential	Critical		
Variance	O None	• Flex Hose	Other
Wellhead	Conventional	• Multibowl	OBoth
Other	☐4 String Area	☐ Capitan Reef	□WIPP
Other	☐ Fluid Filled	☐ Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	☑ COM	□ Unit

A. HYDROGEN SULFIDE

A Hydrogen Sulfide (H2S) Drilling Plan shall be activated 500 feet prior to drilling into the **Delaware Group** formation. As a result, the Hydrogen Sulfide area must meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, please provide measured values and formations to the BLM.

B. CASING

- 1. The 13-3/8 inch surface casing shall be set at approximately 350 feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of $\underline{8}$

- **hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:

Op (Single Stage):

• Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
 - Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.
- 3. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

C. PRESSURE CONTROL

- 1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout

preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000** (**5M**) psi.

- a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
- b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

D. SPECIAL REQUIREMENT (S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Santa Fe Office, 301 Dinosaur Trail Santa Fe, New Mexico 87508, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)
 - Eddy County
 Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- 1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
 - a. Operator is approve to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
 - b. Operator is approve to set surface casing with Spudder Rig
 - Notify the BLM when moving in and removing the Spudder Rig.
 - Notify the BLM when moving in the 2nd Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
 - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
- 2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
- 3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

- 1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
- 2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive

- strength of 500 psi for all cement blends, 2) until cement has been in place at least <u>24 hours</u>. WOC time will be recorded in the driller's log. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing intergrity test can be done (prior to the cement setting up) immediately after bumping the plug.
- 4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
- 5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
- 6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
- 7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
- 8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
- 2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic

- pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
- 3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
- 4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
 - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
 - c. Manufacturer representative shall install the test plug for the initial BOP test.
 - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
 - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).

- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. **DRILLING MUD**

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

D. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

ZS 091021

District I
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**

CONDITIONS

Action 63001

CONDITIONS

Operator:	OGRID:			
MARATHON OIL PERMIAN LLC	372098			
990 Town & Country Blvd.	Action Number:			
Houston, TX 77024	63001			
	Action Type:			
	[C-101] BLM - Federal/Indian Land Lease (Form 3160-3)			

CONDITIONS

Created By	Condition	Condition Date
kpickford	Will require a administrative order for non-standard location prior to placing the well on production	12/3/2021