

Revised March 23, 2017

21FJ7-201117-C-107B OLM-223

RECEIVED: 11/17/20	REVIEWER: DM	TYPE: OLM	APP NO: pDM2032332815
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
 REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: Marathon Oil Permian LLC **OGRID Number:** 372098
Well Name: Blue Steel 21 WXY Fed Com 12H; WA 14H; WA 15H; WXY 18H **API:** 30-015-45896; 45898; 45899; 46209+
Pool: Purple Sage; Wolfcamp (Gas) **Pool Code:** 98220

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION
 INDICATED BELOW**

1) TYPE OF APPLICATION: Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☐ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☒ OLS ☒ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
2) NOTIFICATION REQUIRED TO: Check those which apply.

- A. ☐ Offset operators or lease holders
 B. ☐ Royalty, overriding royalty owners, revenue owners
 C. ☐ Application requires published notice
 D. ☒ Notification and/or concurrent approval by SLO
 E. ☒ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☒ For all of the above, proof of notification or publication is attached, and/or,
 H. ☐ No notice required

FOR OCD ONLY

- ☐ Notice Complete
☐ Application Content Complete

- 3) CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Adrian Covarrubias

Print or Type Name

11/12/2020

Date

713-296-3368

Phone Number

acovarrubias@marathonoil.com

e-mail Address

Signature

District I
1625 N. French Drive, Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised August 1, 2011

OIL CONSERVATION DIVISION
1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Marathon Oil Permian LLC

OPERATOR ADDRESS: 5555 San Felipe St., Houston, TX 77057

APPLICATION TYPE:

☐ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☒ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☒ Yes ☐ No

(A) POOL COMMINGLING

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes

(2) Are any wells producing at top allowables? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☐ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☒ Yes ☐ No CA# NMNM 141697

(2) Include proof of notice to all interest owners. Attached

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location. Attached

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

Attached

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Adrian Covarrubias

TITLE: Regulatory Professional

DATE: 11/12/2020

TYPE OR PRINT NAME Adrian Covarrubias

TELEPHONE NO.: 713-296-3368

E-MAIL ADDRESS: acovarrubias@marathonoil.com



Chase Rice

Staff Land Professional
Permian

Marathon Oil Company

5555 San Felipe
Houston, TX 77056
Telephone 713.296.3055
cfrice@marathonoil.com

DELIVERED VIA:
Certified Mail

November 12, 2020

Mr. Dean McClure
Petroleum Specialist
New Mexico Energy, Minerals and Natural Resources Department
1220 South Francis Drive
Santa Fe, NM 87505

Re: Off-Lease Storage & Measurement
Blue Steel 21 WA FED COM 14H (30-015-45898)
Blue Steel 21 WA FED COM 15H (30-015-45899)
Blue Steel 21 WXY FED COM 12H (30-015-45896)
Blue Steel 21 WXY FED COM 18H (30-015-46209)
E/2 of Sections 16 & 21, T23S-R29E, N.M.P.M
Eddy County, New Mexico

Dear Mr. McMillan,

Marathon Oil Permian LLC ("Marathon") has filed the attached application with the New Mexico Oil Conservation Division ("Division") for administrative approval for off-lease storage & measurement production from the Blue Steel 21 WA FED COM 14H well, Blue Steel 21 WA FED COM 15H, the Blue Steel 21 WXY FED COM 12H, and the Blue Steel 21 WXY FED COM 18H, all located in the E/2 of Sections 16 & 21, T23S-R29E, Eddy County, New Mexico. Marathon Oil Permian LLC owns 100% of the working interest, as such there are no other working interest owners that require notification.

Should you have any questions please do not hesitate to contact me at 713-296-3055 or by email at cfrice@marathonoil.com.

Sincerely,

MARATHON OIL COMPANY

Chase Rice

Chase Rice, CPL

**NEW MEXICO
STATE
LAND OFFICE**

**APPLICATION FOR
COMMINGLING AND OFF-LEASE STORAGE
ON STATE TRUST LANDS**



This application form is required for all commingling applications requiring approval by the Commissioner of Public Lands.

Applicant: Marathon Oil Permian, LLC

OGRID #: 30-015-45895

Well Name: Blue Steel 21 WXY Fed Com 12H, WA 14H, WA 15H, WXY 18H

API #: 30-015-45896; 45898; 45899; 46209

Pool: Purple Sage; Wolfcamp (Gas) (98220)

OPERATOR NAME: Marathon Oil Permian, LLC

OPERATOR ADDRESS: 5555 San Felipe St, Houston, TX 77056

APPLICATION REQUIREMENTS – SUBMIT:

1. New Mexico Oil Conservation Division (NMOCD) application packet (or equivalent information if no application is required by NMOCD),
2. Commingling application fee of \$150.

CERTIFICATION: To the best of my knowledge,

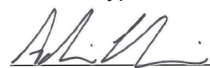
- All business leases and rights-of-way necessary for conducting the proposed operation on State Trust lands have been applied for or obtained,
- The information submitted with this application is **accurate** and **complete**, and
- No loss will accrue to the state of New Mexico as a result of the proposed operation.

I also understand that **no action** will be taken on this application until the required information and fee are submitted to the State Land Office.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Adrian Covarrubias

Print or Type Name



Signature

713-296-3368

Phone Number

11/12/2020

Date

acovarrubias@marathonoil.com

e-mail Address

Submit application to:
Commissioner of Public Lands
Attn: Commingling Manager
PO Box 1148
Santa Fe, NM 87504-1148

Questions?
Contact the Commingling Manager:
505.827.5791

Upon approval, the requesting organization will receive an acknowledgment letter from the Commissioner of Public Lands.

Marathon Oil Permian LLC is requesting approval for off-lease transportation and storage:

Lease map shows the Central Tank Battery (CTB) for Blue Steel 21 Fed Com WXY 12H, WA 14H, WA 15H, and WXY 18H resides off-lease from the hydrocarbons produced from the wells (CA# NMNM 141697).

Oil and Gas Production

The oil and gas production from Blue Steel 21 Fed Com WXY 12H, WA 14H, WA 15H, and WXY 18H will be stored and measured at the central tank battery located in UL. A, Section 28, T23S-R29E.

The CTB will have a total of eight oil tanks. All wells will have a common CDP. Oil, gas, and water volumes from each well producing to this battery will be determined by using individual metering allocation separator.

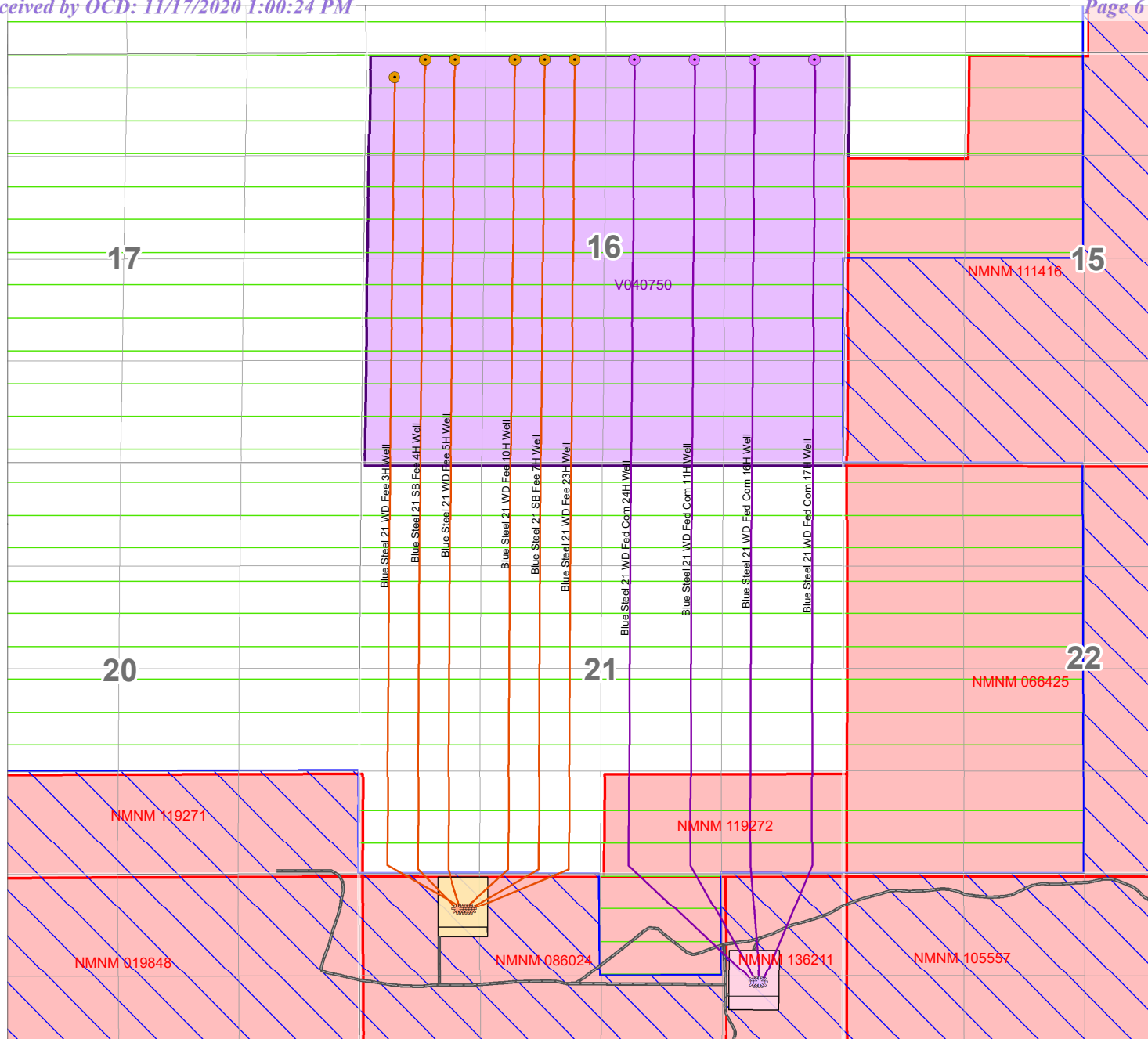
Please see the enclosed forms for referenced wells, site facility diagram, and maps with lease boundaries showing wells and facility locations.

Signed: 

Printed Name: Adrian Covarrubias

Title: Regulatory Professional

Date: 11/12/2020



BLUE STEEL 21 FED COM

- Proposed SHL
- Proposed BHL
- Proposed Well
- Existing Lease Road
- Existing Well Pad

BLUE STEEL 21 FEE

- Proposed SHL
- Proposed BHL
- Proposed Well
- Existing Lease Road
- Existing Well Pad

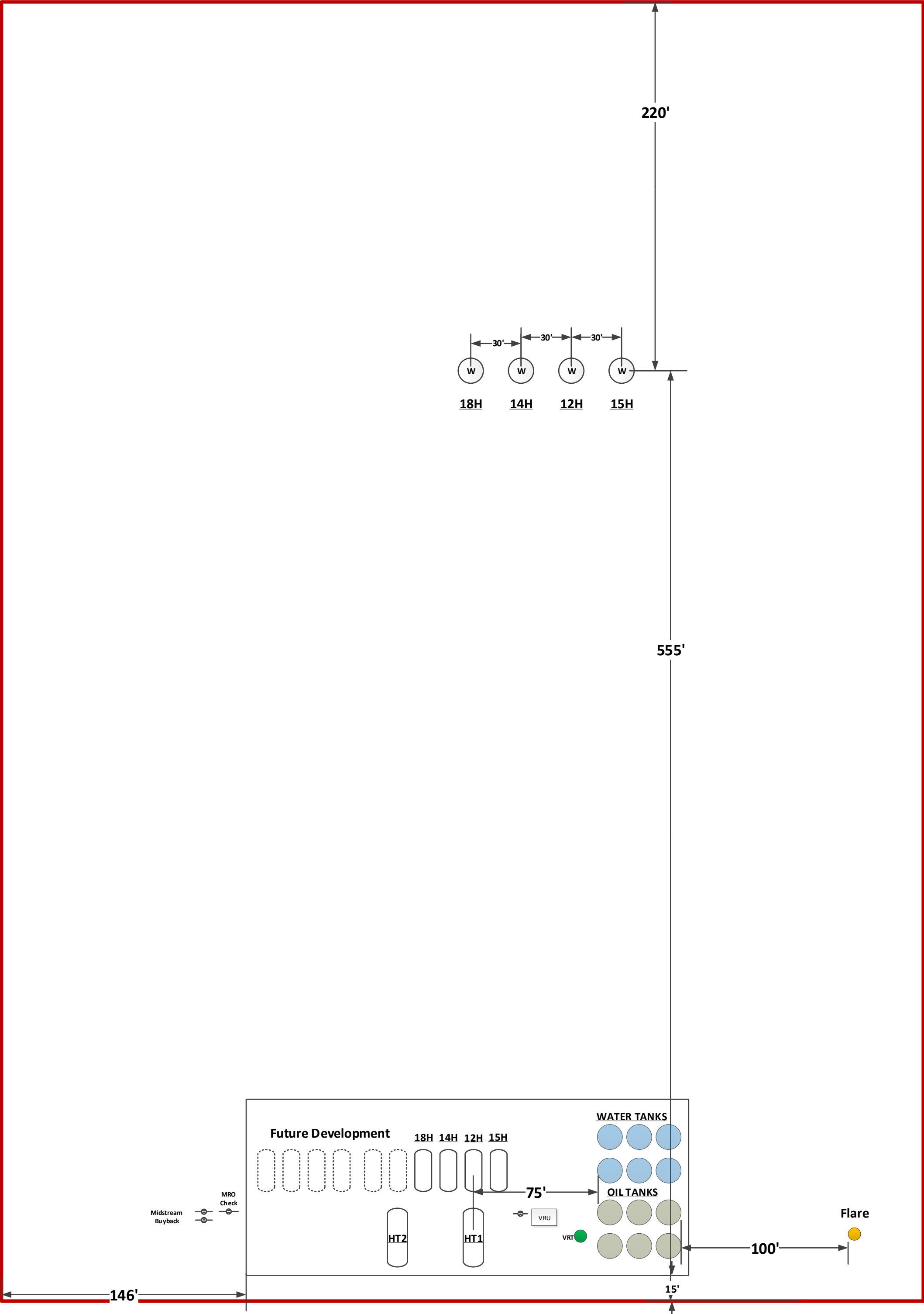
SURFACE & MINERAL OWNERSHIP

- BLM SURFACE
- PRIVATE SURFACE
- STATE SURFACE
- FEDERAL LEASE
- STATE LEASE





Blue Steel 21 FC (302-2) Pad –
18H 14H 12H 15H
Facility Layout



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District IV
 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

Revised August 1, 2011
 Submit one copy to appropriate
 District Office

☐ AMENDED REPORT
As-Drilled

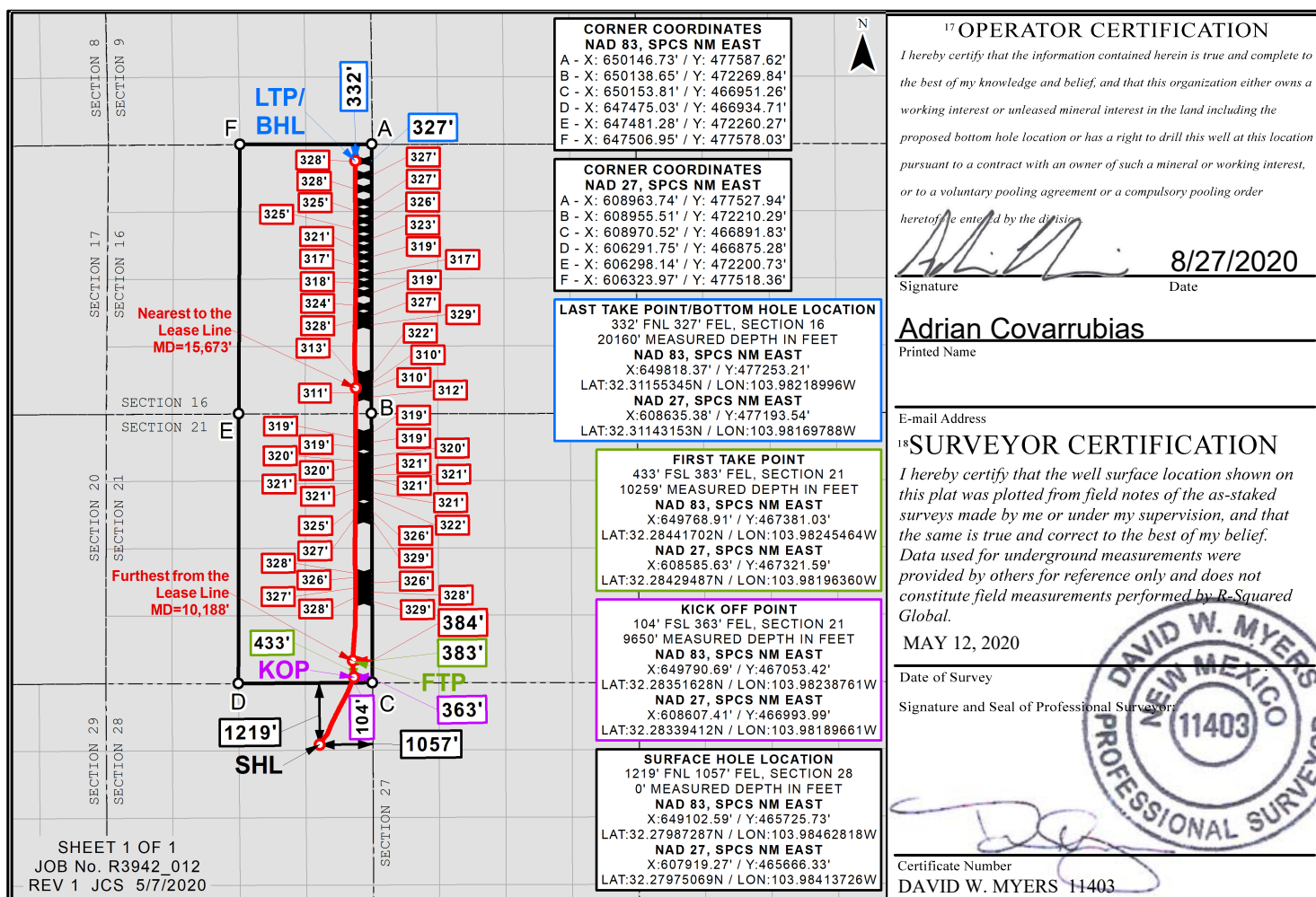
WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

¹ API Number 30-015-46209	² Pool Code 98220	³ Pool Name Purple Sage; Wolfcamp (Gas)
⁴ Property Code 325763	Property Name Blue Steel 21 WXY Fed Com	⁶ Well Number 18H
⁷ OGRID No. 372098	⁸ Operator Name MARATHON OIL PERMIAN LLC	⁹ Elevation 2998'

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
A	28	23S	29E		1219	NORTH	1057	EAST	EDDY
¹¹ 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
A	16	23S	29E		332	NORTH	327	EAST	EDDY
¹² Dedicated Acres 640.0	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order 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.



Distances/areas relative to NAD 83 Combined Scale Factor: 0.9997823 Convergence Angle: 00°11'10.61002"

1625 N. French Dr., Hobbs, NM 88240
 Phone: (575) 393-6161 Fax: (575) 393-0720
District II
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State of New Mexico
 Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Revised August 1, 2011
 Submit one copy to appropriate
 District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

¹ API Number 30-015-45898	² Pool Code 98220	³ Pool Name PURPLE SAGE; WOLFCAMP (GAS)
⁴ Property Code	Property Name BLUE STEEL 21 WA FED COM	⁶ Well Number 14H
⁷ OGRID No. 372098	⁸ Operator Name MARATHON OIL PERMIAN LLC	⁹ Elevation 2998'

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
A	28	23S	29E		1219	NORTH	1027	EAST	EDDY
¹¹ 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
B	16	23S	29E		331	NORTH	2300	EAST	EDDY
¹² Dedicated Acres 640.0	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order 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.

CORNER COORDINATES NAD 83, SPCS NM EAST A - X: 650146.73' / Y: 477587.62' B - X: 650138.65' / Y: 472269.84' C - X: 650153.81' / Y: 466951.26' D - X: 647475.03' / Y: 466934.71' E - X: 647481.28' / Y: 472260.27' F - X: 647506.95' / Y: 477578.03'	CORNER COORDINATES NAD 27, SPCS NM EAST A - X: 608963.74' / Y: 477527.94' B - X: 608955.51' / Y: 472210.29' C - X: 608970.52' / Y: 466891.83' D - X: 606291.75' / Y: 466875.28' E - X: 606298.14' / Y: 472200.73' F - X: 606323.97' / Y: 477518.36'		<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p>Signature: <i>Adrian Covarrubias</i> Date: 11/11/2020</p> <p>Printed Name: Adrian Covarrubias</p> <p>E-mail Address:</p>
LAST TAKE POINT/BOTTOM HOLE LOCATION 331' FNL 2300' FEL, SECTION 16 20353' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 647845.89' / Y: 477248.42' LAT: 32.31155790N / LON: 103.98857467W NAD 27, SPCS NM EAST X: 606662.90' / Y: 477188.76' LAT: 32.31143600N / LON: 103.98808244W			<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well surface location shown on this plat was plotted from field notes of the as-staked surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Data used for underground measurements were provided by others for reference only and does not constitute field measurements performed by R-Squared Global.</p> <p>OCTOBER 22, 2020 Date of Survey</p> <p>Signature and Seal of Professional Surveyor: <i>David W. Myers</i></p>
FIRST TAKE POINT 330' FSL 2359' FEL, SECTION 21 10310' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 647795.34' / Y: 467266.69' LAT: 32.28412032N / LON: 103.98884210W NAD 27, SPCS NM EAST X: 606612.07' / Y: 467207.26' LAT: 32.28399819N / LON: 103.98835090W			<p>Certificate Number DAVID W. MYERS 11403</p>
KICK OFF POINT 94' FSL 2359' FEL, SECTION 21 9804' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 647794.21' / Y: 467031.02' LAT: 32.28347249N / LON: 103.98884820W NAD 27, SPCS NM EAST X: 606610.93' / Y: 466971.59' LAT: 32.28335036N / LON: 103.98835704W			
SURFACE HOLE LOCATION 1219' FNL 1027' FEL, SECTION 28 0' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 649132.38' / Y: 465725.83' LAT: 32.27987287N / LON: 103.98453179W NAD 27, SPCS NM EAST X: 607949.06' / Y: 465666.43' LAT: 32.27975070N / LON: 103.98404088W			

Distances/areas relative to NAD 83 Combined Scale Factor: 0.9997823 Convergence Angle: 00°11'10.61002"

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State of New Mexico
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OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Revised August 1, 2011
 Submit one copy to appropriate
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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

¹ API Number 30-015-45896	² Pool Code 98220	³ Pool Name PURPLE SAGE; WOLFCAMP (GAS)
⁴ Property Code	Property Name BLUE STEEL 21 WXY FED COM	⁶ Well Number 12H
⁷ OGRID No. 372098	⁸ Operator Name MARATHON OIL PERMIAN LLC	⁹ Elevation 2998'

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
A	28	23S	29E		1219	NORTH	997	EAST	EDDY
¹¹ 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
B	16	23S	29E		331	NORTH	1643	EAST	EDDY
¹² Dedicated Acres 640.0	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order 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.

CORNER COORDINATES NAD 83, SPCS NM EAST A - X: 650146.73' / Y: 477587.62' B - X: 650138.65' / Y: 472269.84' C - X: 650153.81' / Y: 466951.26' D - X: 647475.03' / Y: 466934.71' E - X: 647481.28' / Y: 472260.27' F - X: 647506.95' / Y: 477578.03'	CORNER COORDINATES NAD 27, SPCS NM EAST A - X: 608963.74' / Y: 477527.94' B - X: 608955.51' / Y: 472210.29' C - X: 608970.52' / Y: 466891.83' D - X: 606291.75' / Y: 466875.28' E - X: 606298.14' / Y: 472200.73' F - X: 606323.97' / Y: 477518.36'		<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>[Signature]</i> 11/11/2020 Signature Date</p> <p>Adrian Covarrubias Printed Name</p> <p>E-mail Address</p>
LAST TAKE POINT/BOTTOM HOLE LOCATION 331' FNL 1643' FEL, SECTION 16 20267' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 648503.50' / Y: 477250.64' LAT: 32.31155816N / LON: 103.98644606W NAD 27, SPCS NM EAST X: 607320.50' / Y: 477190.97' LAT: 32.31143626N / LON: 103.98595387W			<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well surface location shown on this plat was plotted from field notes of the as-staked surveys made by me or under my supervision, and that the same is true and correct to the best of my belief. Data used for underground measurements were provided by others for reference only and does not constitute field measurements performed by R-Squared Global.</p> <p>OCTOBER 22, 2020 Date of Survey</p> <p><i>[Signature]</i> Signature and Seal of Professional Surveyor:</p> <p>Certificate Number DAVID W. MYERS 11403</p>
FIRST TAKE POINT 330' FSL 1647' FEL, SECTION 21 10275' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 648505.23' / Y: 467271.08' LAT: 32.28412609N / LON: 103.98654491W NAD 27, SPCS NM EAST X: 607321.95' / Y: 467211.65' LAT: 32.28400396N / LON: 103.98605379W			
KICK OFF POINT 65' FSL 1640' FEL, SECTION 21 9622' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 648514.01' / Y: 467006.07' LAT: 32.28339754N / LON: 103.98651928W NAD 27, SPCS NM EAST X: 607330.73' / Y: 466946.64' LAT: 32.28327540N / LON: 103.98602818W			
SURFACE HOLE LOCATION 1219' FNL 997' FEL, SECTION 28 0' MEASURED DEPTH IN FEET NAD 83, SPCS NM EAST X: 649162.35' / Y: 465726.08' LAT: 32.27987330N / LON: 103.98443480W NAD 27, SPCS NM EAST X: 607979.03' / Y: 465666.69' LAT: 32.27975112N / LON: 103.98394389W			

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☐ AMENDED REPORT

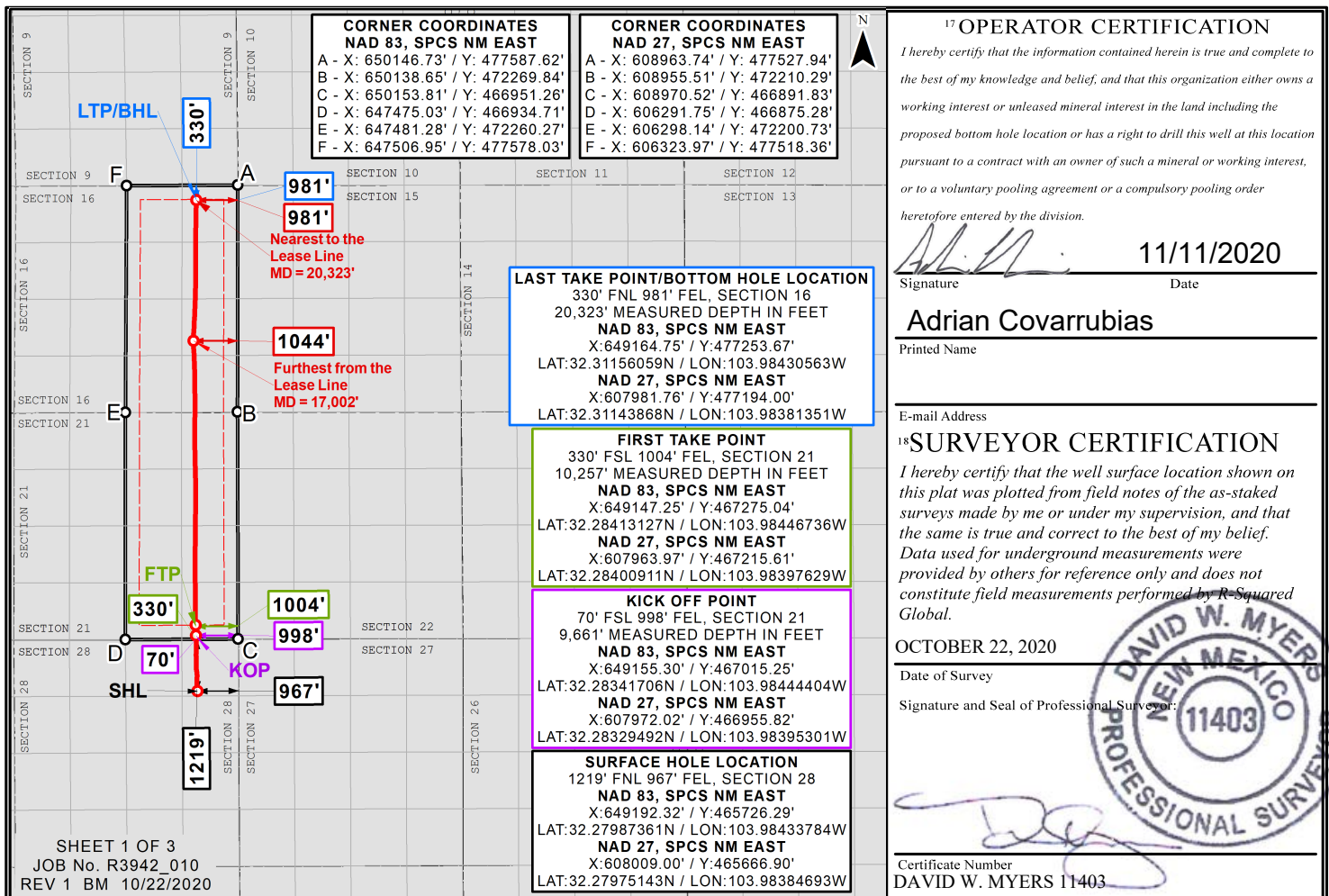
WELL LOCATION AND ACREAGE DEDICATION AS-DRILLED PLAT

¹ API Number 30-015-45899	² Pool Code 98220	³ Pool Name PURPLE SAGE; WOLFCAMP
⁴ Property Code 325399	Property Name BLUE STEEL 21 WA FED COM	⁶ Well Number 15H
⁷ OGRID No. 372098	⁸ Operator Name MARATHON OIL PERMIAN LLC	⁹ Elevation 2998'

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
A	2	23S	29E		1219	NORTH	967	EAST	EDDY
¹¹ 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
A	1	23S	29E		352	NORTH	982	EAST	EDDY
¹² Dedicated Acres 640.0	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order 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.



Distances/areas relative to NAD 83 Combined Scale Factor: 0.9997823 Convergence Angle: 00°11'10.61002"

Form 3160-5
(June 2015)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.5. Lease Serial No.
NMNM86024

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
BLUE STEEL 21 WXY FEDERAL COM 12H9. API Well No.
30-015-4589610. Field and Pool or Exploratory Area
PURPLE SAGE; WOLFCAMP11. County or Parish, State
EDDY COUNTY, NM**SUBMIT IN TRIPLICATE - Other instructions on page 2**1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other2. Name of Operator
MARATHON OIL PERMIAN LLC
Contact: ADRIAN COVARRUBIAS
E-Mail: acovarrubias@marathonoil.com3a. Address
5555 SAN FELIPE ST
HOUSTON, TX 77056
3b. Phone No. (include area code)
Ph: 713-296-33684. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 28 T23S R29E Mer NMP NENE 1219FNL 997FEL

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Off Lease Storage
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

Marathon Oil Permian LLC is submitting notification of application for off-lease transportation and storage. Please see the attached application.

Wells included in application:

Blue Steel 21 WXY Fed Com 12H 30-015-45896
 Blue Steel 21 WA Fed Com 14H 30-015-45898
 Blue Steel 21 WA Fed Com 15H 30-015-45899
 Blue Steel 21 WXY Fed Com 18H 30-015-46209

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #537767 verified by the BLM Well Information System
 For MARATHON OIL PERMIAN LLC, sent to the Carlsbad**

Name (Printed/Typed) ADRIAN COVARRUBIAS

Title REGULATORY PROFESSIONAL

Signature (Electronic Submission)

Date 11/17/2020

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By _____	Title _____	Date _____
Conditions of approval, if any, are attached. Approval of this notice 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.		Office _____

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.

(Instructions on page 2)

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

**NEW MEXICO
STATE
LAND OFFICE**

**APPLICATION FOR
COMMINGLING AND OFF-LEASE STORAGE
ON STATE TRUST LANDS**



This application form is required for all commingling applications requiring approval by the Commissioner of Public Lands.

Applicant: Marathon Oil Permian, LLC

OGRID #: 372098

Well Name: Blue Steel 21 WXY Fed Com 12H, WA 14H, WA 15H, WXY 18H

API #: 30-015-45896; 45898; 45899; 46209

Pool: Purple Sage; Wolfcamp (Gas) (98220)

OPERATOR NAME: Marathon Oil Permian, LLC

OPERATOR ADDRESS: 5555 San Felipe St, Houston, TX 77056

APPLICATION REQUIREMENTS – SUBMIT:

1. New Mexico Oil Conservation Division (NMOCD) application packet (or equivalent information if no application is required by NMOCD),
2. Commingling application fee of \$150.

CERTIFICATION: To the best of my knowledge,

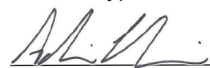
- All business leases and rights-of-way necessary for conducting the proposed operation on State Trust lands have been applied for or obtained,
- The information submitted with this application is **accurate** and **complete**, and
- No loss will accrue to the state of New Mexico as a result of the proposed operation.

I also understand that **no action** will be taken on this application until the required information and fee are submitted to the State Land Office.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Adrian Covarrubias

Print or Type Name



Signature

713-296-3368

Phone Number

11/12/2020

Date

acovarrubias@marathonoil.com

e-mail Address

Submit application to:
Commissioner of Public Lands
Attn: Commingling Manager
PO Box 1148
Santa Fe, NM 87504-1148

Questions?
Contact the Commingling Manager:
505.827.5791

Upon approval, the requesting organization will receive an acknowledgment letter from the Commissioner of Public Lands.