

Additional Information

Exhibit A
Received 01/30/2020

Exhibit "A"

Applicant: Marathon Oil Permian LLC
Operator: Marathon Oil Permian LLC (OGRID 372098)

Spacing Unit: Horizontal Oil
Building Blocks: quarter-quarter section equivalents
Spacing Unit Size: 160 acres (more or less)
Orientation of Unit: North/South

Spacing Unit Description:
E/2 W/2 of Section 7, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico

Pooling this Vertical Extent: Bone Spring Formation
Depth Severance? (Yes/No): No

Pool: Culebra Bluff; Bone Spring, South (Pool code 15011)
Pool Spacing Unit Size: quarter-quarter sections
Governing Well Setbacks: Horizontal Oil Well Rules
Pool Rules: Latest Horizontal Rules Apply

Proximity Tracts: None Included

Monthly charge for supervision: While drilling: \$7,500; While producing: \$750
As the charge for risk, 200 percent of reasonable well costs

Proposed Well:

Ares 7 SB Fee 7H, API No. Pending

SHL: 645 feet from the South line and 1,010 feet from the West line,
(Unit M) of Section 7, Township 23 South, Range 28 East, NMPM.

BHL: 100 feet from the North line and 1,980 feet from the West line,
(Unit C) of Section 7, Township 23 South, Range 28 East, NMPM.

Completion Target: 2nd Bone Spring Sand at approx 7,852 feet TVD

Well Orientation: South to North

Completion Location expected to be: standard

Garcia, John A, EMNRD

From: Deana M. Bennett <dmb@modrall.com>
Sent: Thursday, January 30, 2020 10:56 AM
To: Garcia, John A, EMNRD
Subject: [EXT] RE: Case Number 20945 Marathon Oil Permian, LLC
Attachments: Exhibit A for Case No. 20945 (W3599334x7A92D).docx; Exhibit A for Case No. 20945 (W3677490x7A92D).pdf

Hello,

A pooling order is still necessary in this case. Exhibit A is attached as a pdf and word document.

Please let me know if you have questions.

Deana



Deana M. Bennett
Lawyer
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From: Garcia, John A, EMNRD <JohnA.Garcia@state.nm.us>
Sent: Thursday, January 30, 2020 10:30 AM
To: Deana M. Bennett <dmb@modrall.com>
Subject: Case Number 20945 Marathon Oil Permian, LLC

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Deana,

I am attempting to draft the Hearing Orders in the above captioned cases and have a couple questions.

- 1) Have the parties reached an agreement between themselves, obviating the need for an orders?
- 2) If not, can you please provide a copy of Exhibit A for each case number, so the order can be drafted and sent up for signature?

Thank you,

John Garcia
Petroleum Specialist

Oil Conservation Division
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505-476-3441



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