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## STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS: 20945

APPLICATION OF MARATHON OIL PERMIAN LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

December 12, 2019

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS LEONARD LOWE, DEAN McCLURE, DYLAN COSS and LEGAL EXAMINER ERIC AMES, on Thursday, December 12, 2019, at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

Reported by: Irene Delgado, NMCCR 253

PAUL BACA PROFESSIONAL COURT REPORTERS

500 Fourth Street, NW, Suite 105

Albuquerque, NM 87102

505-843-9241

		Page 2
1	APPEARANCES	
2	For the Applicant:	
3	DEANA BENNETT MODRALL SPERLING ROEHL HARRIS & SISK PA	
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7		
8	I N D E X	
9	CASE NO. 20945 CALLED	
10	SUMMARY OF CASE	03
11	TAKEN UNDER ADVISEMENT	04
12	REPORTER CERTIFICATE	05
13		
14		
15	EXHIBIT INDEX	
16		Admitted
17	A and B (All attachments)	04
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1 HEARING EXAMINER COSS: At this point, 20945,

- 2 Marathon Oil for compulsory pooling.
- 3 MS. BENNETT: Good morning. Deana Bennett from
- 4 Modrall Sperling on behalf of Marathon Oil Permian LLC, and
- 5 I intend to present these cases -- this case by affidavit.
- 6 HEARING EXAMINER COSS: And there is no other
- 7 entries of appearance for this case? You may proceed, Ms.
- 8 Bennett.
- 9 MS. BENNETT: Thank you.
- This is a case that I'm submitting on behalf of
- 11 Marathon Oil Permian LLC for the Ares 7 SB Fee 7H Well.
- 12 This is part of a larger development plan that Marathon that
- 13 had previously submitted and has previously -- compulsory
- 14 pooling orders have previously been entered for Marathon for
- 15 Ares wells.
- 16 In this particular application Marathon seeks to
- 17 dedicate the E/2 W/2 of Section 7, Township 23 South, Range
- 18 28 East, Eddy County, New Mexico, to form a 160 acre, more
- 19 or less, spacing unit.
- 20 Notice exhibit showing that notice of this
- 21 hearing was provided are behind Tab 6, and that includes my
- 22 affidavit, a letter, an example of the letter that I sent to
- 23 affected parties, their names and addresses, and the notice
- 24 of publication, as well as the status of mailing.
- 25 The application -- the pack that I submitted to

Page 4 you has an affidavit of the landman, affidavit of a 2 geologist, and at this time I would like to ask that the exhibits behind Tab A and B in case Number 20945 be accepted 3 into the record for this case. HEARING EXAMINER COSS: They will be accepted 5 into the record. 6 (Exhibits A and B admitted.) MS. BENNETT: At this time I would like to ask 8 9 that Case Number 20945 be taken under advisement. HEARING EXAMINER COSS: Case Number 20945 will be 10 taken under advisement. 11 12 (Case 20945 taken under advisement. Adjourned.) 13 14 15 16 17 18 19 20 2.1 22 23 24 25

Page 5 STATE OF NEW MEXICO 2. COUNTY OF BERNALILLO 3 REPORTER'S CERTIFICATE 5 I, IRENE DELGADO, New Mexico Certified Court 6 7 Reporter, CCR 253, do hereby certify that I reported the 8 foregoing proceedings in stenographic shorthand and that the 9 foregoing pages are a true and correct transcript of those 10 proceedings that were reduced to printed form by me to the best of my ability. 11 12 I FURTHER CERTIFY that the Reporter's Record of 13 the proceedings truly and accurately reflects the exhibits, 14 if any, offered by the respective parties. 15 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties of attorneys in this case 16 and that I have no interest in the final disposition of this 17 18 case. Dated this 12th day of December 2019. 19 20 2.1 Irene Delgado, NMCCR 253 License Expires: 12-31-19 22 23 2.4 25