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STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION

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

APPLICATION OF BLACK MOUNTAIN OPERATING LLC FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT, COMPULSORY POOLING, AND AN UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

CASE NO. 15655

APPLICATION OF BLACK MOUNTAIN OPERATING LLC FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT, COMPULSORY POOLING, AND AN UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

CASE NO. 15656

APPLICATION OF GMT EXPLORATION COMPANY LLC FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 15659

APPLICATION OF GMT EXPLORATION COMPANY LLC FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 15660

MARATHON OIL PERMIAN LLC'S RESPONSE TO JOINT MOTION TO STAY ORDERS NOS. R-1442 AND R-1443

Marathon Oil Permian LLC, as successor-in-interest to Black Mountain Operating, LLC, ("Appellee") hereby responds to the Joint Motion to Stay Orders Nos. R-14442 and R-14443 filed by Centennial Resources Production, LLC the successor-in-interest to GMT Exploration, LLC, and BTA Oil Producers, LLC (collectively, "Appellants") as follows:

1. Appellee agrees to defer the commencement of its Grama Ridge State Com. Well No. 1H and Grama Ridge State Com. Well No. 3H wells ("subject wells") pending the outcome of the de novo appeal in these cases. As a consequence, the Joint Motion to Stay is rendered moot.

- 2. Orders Nos. R-14442 and R-14443 provide that Appellee shall commence drilling the subject wells on or before on or before September 30, 2018. Order No. R-14442, p. 8 at \P 4 and Order No. R-14443, p. 8 at \P 4.
- 3. Should Appellee prevail on appeal, the September 30, 2018 drilling deadline set forth in Orders Nos. R-14442 and R-14443 should therefore be extended by the number of days it takes for a decision to issue from de novo appeal.
- 4. It is Appellee's position that Orders Nos. R-14442 and R-14443 should otherwise remain in effect pending appeal.

Respectfully submitted,

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail on November 1, 2017:

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