

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

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

**CASE NO. 23723**

**APPLICATION OF MARATHON OIL PERMIAN  
LLC FOR COMPULSORY POOLING,  
LEA COUNTY, NEW MEXICO**

**CASE NO. 23724**

**MARATHON OIL PERMIAN LLC'S PRE-HEARING STATEMENT**

Marathon Oil Permian LLC ("Marathon") submits this Pre-Hearing Statement for the above-referenced cases pursuant to the rules of the Oil Conservation Division.

**APPEARANCES**

**APPLICANT**

Marathon Oil Permian LLC

**ATTORNEY**

Deana M. Bennett  
MODRALL, SPERLING, ROEHL,  
HARRIS & SISK, P.A.  
P. O. Box 2168  
Albuquerque, New Mexico 87103-2168  
(505) 848-1800

**OTHER PARTIES**

None

**ATTORNEY**

**STATEMENT OF CASE**

**APPLICANT:**

In Case No. 23723, Marathon seeks an order from the Division pooling all uncommitted mineral interests within a standard 320-acre, more or less, Bone Spring horizontal spacing unit underlying the W/2E/2 of Sections 30 and 31, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the **Hefeweizen State Com 501H** well, to be horizontally drilled. The well will be drilled at orthodox locations. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the

actual operating costs and charges for supervision, designation of Marathon as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 19.4 miles from Hobbs, New Mexico.

In Case No. 23724, Marathon seeks an order from the Division pooling all uncommitted mineral interests within a standard 320-acre, more or less, Bone Spring horizontal spacing unit underlying the E/2E/2 of Sections 30 and 31, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the **Hefeweizen State Com 502H** well, to be horizontally drilled. The well will be drilled at orthodox locations. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Marathon as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 19.4 miles from Hobbs, New Mexico.

**PROPOSED EVIDENCE**

**APPLICANT:**

**WITNESS**

**ESTIMATED TIME**

**EXHIBITS**

Landman: Farley Duvall

Approx. 15 minutes

Approx. 8

Geologist: Greg Buratowski

Approx. 15 minutes

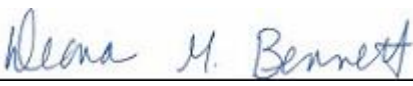
Approx. 6

**PROCEDURAL ISSUES**

If there are no objections to this matter, Marathon intends to present it by affidavit.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS  
& SISK, P.A.

By: 

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 Phone:(575) 393-6161 Fax:(575) 393-0720

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**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

QUESTIONS

Action 260195

**QUESTIONS**

Operator: MARATHON OIL PERMIAN LLC 990 Town & Country Blvd. Houston, TX 77024	OGRID: 372098
	Action Number: 260195
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

**QUESTIONS**

<b>Testimony</b>	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	2
Testimony time (in minutes)	30