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

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

CASE NO. 23755

MARATHON OIL PERMIAN LLC'S PRE-HEARING STATEMENT

Marathon Oil Permian LLC ("Marathon") submits this Pre-Hearing Statement for the above-referenced case 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

Faskin Oil & Ranch LTD.

ATTORNEY

Michael H. Feldewert Adam G. Rankin Julia Broggi Paula M. Vance P.O. Box 2208 Santa Fe, NM 87504 (505)988-4421

STATEMENT OF CASE

APPLICANT:

In Case No. 23755, Marathon seeks an order from the Division pooling all uncommitted mineral interests within a standard 1280-acre, more or less, Wolfcamp horizontal spacing unit

underlying the S/2 of Sections 5 and 6 and the N/2 of Sections 7 and 8, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Decimus Fed Com 801H, Decimus Fed Com 701H, Decimus Fed Com 802H, Decimus Fed Com 702H, Decimus Fed Com 803H, Decimus Fed Com 703H, Decimus Fed Com 804H and Decimus Fed Com 704H wells, to be horizontally drilled. The wells will be drilled at orthodox locations. The completed intervals for the Decimus Fed Com 702H and Decimus Fed Com 803H wells are expected to be less than 330' from the adjoining tracts thereby allowing for the inclusion of the proximity tracts within the proposed spacing unit. Also to be considered will be the cost of drilling and completing said wells, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Marathon as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 3.5 miles northwest of Loving, NM.

PROPOSED EVIDENCE

APPLICANT:

WITNESS	ESTIMATED TIME	EXHIBITS
Landman: Ryan Gyllenband	Approx. 15 minutes	Approx. 8
Geologist: Greg Buratowski	Approx. 15 minutes	Approx. 6

PROCEDURAL ISSUES

Marathon has been in discussions with Faskin Oil & Ranch LTD to resolve Faskin's objections. If those objections are resolved, Marathon intends to proceed by affidavit at the October 5, 2023 hearing.

Respectfully submitted,

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

By: Deena M. Bennett

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CERTIFICATE OF SERVICE

I hereby certify that on September 28, 2023, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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QUESTIONS

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Action 270274

QUESTIONS

Operator:	OGRID:
MARATHON OIL PERMIAN LLC	372098
990 Town & Country Blvd.	Action Number:
Houston, TX 77024	270274
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	Not answered.	
Testimony time (in minutes)	Not answered.	