

**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. 24338**

**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  
Earl E. DeBrine  
Yarithza Peña  
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**OTHER PARTIES**

S.K. Warren Resources, LLC

**ATTORNEY**

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**STATEMENT OF CASE**

**APPLICANT:**

In Case No. 24338, Marathon seeks an order from the Division pooling all uncommitted mineral interests within a 960-acre, more or less, Bone Spring horizontal spacing unit underlying the W/2 of Sections 22, 27, and 34, Township 24 South, Range 28 East, NMPM, Eddy County,

New Mexico. This spacing unit will be dedicated to the **Hushpuppy BS Federal Com 301H and Hushpuppy BS Federal Com 551H** wells to be drilled with proposed first take points in the SW/4SW/4 (Unit M) of Section 34 and proposed last take points in the NW/4NW/4 (Unit D) of Section 22; and the **Hushpuppy BS Federal Com 302H, Hushpuppy BS Federal Com 501H, and Hushpuppy BS Federal Com 552H** wells to be drilled with proposed first take points in the SE/4SW/4 (Unit N) of Section 34 and proposed last take points in the NE/4NW/4 (Unit C) of Section 22. The wells will be drilled at orthodox locations. The completed interval for the Hushpuppy BS Federal Com 501H is expected to be less than 330 feet 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 1.6 miles south of Malaga, New Mexico.

**PROPOSED EVIDENCE**

**APPLICANT:**

**WITNESS**

**ESTIMATED TIME**

**EXHIBITS**

Landman: Farley Duvall

Approx. 10 minutes

Approx. 8

Geologist: Greg Buratowski

Approx. 10 minutes

Approx. 8

**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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**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 March 28, 2024:

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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 327651

**QUESTIONS**

Operator: MARATHON OIL PERMIAN LLC 990 Town & Country Blvd. Houston, TX 77024	OGRID: 372098
	Action Number: 327651
	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	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>