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. 24150

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

CASE NO. 24151

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

<u>APPLICANT</u> ATTORNEY

Marathon Oil Permian LLC Deana M. Bennett

Earl E. DeBrine Yarithza Peña

MODRALL, SPERLING, ROEHL,

HARRIS & SISK, P.A.

P. O. Box 2168

Albuquerque, New Mexico 87103-2168

(505) 848-1800

OTHER PARTIES ATTORNEY

Red River Energy Parties James Bruce

P.O. Box 1056

Santa Fe, NM 87504 jamesbruc@aol.com

Viper Energy Parties James Bruce

P.O. Box 1056

Santa Fe, NM 87504 jamesbruc@aol.com

STATEMENT OF CASE

APPLICANT:

In Case No. 24150, Marathon seeks an order from the Division pooling all uncommitted mineral interests within a standard 640-acre, more or less, Bone Spring horizontal spacing unit underlying S/2 of Sections 28 and 29, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the **Magellan BS Fee 501H and Magellan BS Fee 502H wells**, to be horizontally drilled. The wells will be drilled at orthodox locations. The completed interval for the Magellan BS Fee 501H well 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 0.5 miles south of Carlsbad, Carlsbad New Mexico.

Case No. 24151, Marathon seeks an order from the Division pooling all uncommitted mineral interests within a standard 640-acre, more or less, Wolfcamp horizontal spacing unit underlying S/2 of Sections 28 and 29, Township 22 South, Range 27 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Magellan WC Fee 701H, Magellan WC Fee 702H, Magellan WC Fee 801H and Magellan WC Fee 802H wells to be horizontally drilled. The wells will be drilled at orthodox locations. 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 0.5 miles south Carlsbad, New Mexico.

PROPOSED EVIDENCE

APPLICANT:

WITNESS	ESTIMATED TIME	EXHIBITS
Landman: Farley Duvall	Approx. 15 minutes	Approx. 8
Geologist: Greg Buratowski	Approx. 15 minutes	Approx. 8

PROCEDURAL ISSUES

Pursuant to the Amended Pre-Hearing Order in these matters, these cases are set for hearing by affidavit on May 2. If there are no objections to these matters, Marathon intends to present them by affidavit.

Respectfully submitted,

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

By: /s/ Deana M. Bennett

Deana M. Bennett Earl E. DeBrine Yarithza Peña

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

Deana.Bennett@modrall.com
edebrine@modrall.com

Yarithza.pena@modrall.com

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 April 25, 2024.

James Bruce
P.O. Box 1056
Santa Fe, NM 87504
jamesbruc@aol.com
Attorney for Red River Energy Partners, LLC
And Viper Energy Partners

Deana M. Bennett

Deena M. Bennett

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

QUESTIONS

Action 337667

QUESTIONS

Operator:	OGRID:
MARATHON OIL PERMIAN LLC	372098
990 Town & Country Blvd.	Action Number:
Houston, TX 77024	337667
	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.	