

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

**APPLICATIONS OF MARLIN OPERATING,
LLC FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NOS. 24515, 24516

CONSOLIDATED PRE-HEARING STATEMENT

Applicant Marlin Operating, LLC (“Marlin”), submits its Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

Marlin Operating, LLC

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INTERESTED PARTY

MRC Permian Company

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STATEMENT OF THE CASES

In Case No. 24515, Marlin seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard

horizontal spacing unit comprised of the W/2 E/2 of Sections 16 and 21, Township 23 South, Range 35 East, Lea County, New Mexico. The Unit will be dedicated to the **Pegasus 16 State Com #353H** well, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 9 to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 21. There is a depth severance in the Bone Spring formation within the Unit. Accordingly, Marlin seeks to pool uncommitted interests in the Third Bone Spring interval of the Bone Spring formation at a stratigraphic equivalent of approximately 11,218' to 11,383' TVD as shown on the Sand Well Com #1 well log (API #30-025-25661).

In Case No. 24516, Marlin seeks an order pooling all uncommitted interests in the Third Bone Spring interval of the Bone Spring formation underlying a 320-acre, more or less, standard horizontal spacing unit comprised of the E/2 E/2 of Sections 16 and 21, Township 23 South, Range 35 East, Lea County, New Mexico. The Unit will be dedicated to the **Pegasus 16 State Com #354H** well, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) of Section 9 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 21. There is a depth severance in the Bone Spring formation within the Unit. Accordingly, Marlin seeks to pool uncommitted interests in the Third Bone Spring interval of the Bone Spring formation at a stratigraphic equivalent of approximately 11,218' to 11,383' TVD as shown on the Sand Well Com #1 well log (API #30-025-25661).

The completed intervals of the wells will be orthodox. Also to be considered will be the cost of drilling and completing the wells and the allocation of the costs, the designation of Marlin Operating, LLC as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Vidal Quevedo	Director of Land	Affidavit	Approx. 6
Dallas Rysavy	Chief Executive Officer and Geologist	Affidavit	Approx. 4

PROCEDURAL MATTERS

Applicant intends to consolidate these cases for hearing and will present the cases by affidavit if there is no opposition to its applications.

Respectfully submitted,

HINKLE SHANOR LLP

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CERTIFICATE OF SERVICE

I hereby certify that on June 20, 2024, I served a copy of the *Consolidated Pre-Hearing Statement* on the following counsel of record by e-mail:

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State of New Mexico
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QUESTIONS

Action 356575

QUESTIONS

Operator: Marlin Operating, LLC 1371 Brumlow Avenue Southlake, TX 76092	OGRID: 331054
	Action Number: 356575
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<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>