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

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY MARATHON OIL PERMIAN, LLC

CASE NO. 25334 ORDER NO. R-23224-A

<u>ORDER</u>

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on June 5, 2025, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

- 1. Marathon Oil Permian, LLC ("Operator") submitted an application ("Application") requesting an extension to drill the well(s) as required by Order R-23224, as amended ("Order"), and to pool additional uncommitted oil and gas interests under Order R-23224 and within the spacing unit described therein ("Unit").
- 2. Subsequent to the issuance of Order R-23224, Operator discovered previously unidentified interest owner(s) in the Unit.
- 3. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice of the Application was given.
- 4. Operator has demonstrated good cause to extend the deadlines in the Order.
- 5. The Application was heard by the Hearing Examiner, during which Operator presented evidence through affidavits in support of the Application.
- 6. No other party presented evidence at the hearing.

CONCLUSIONS OF LAW

- 7. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.

- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC. The previously unidentified interest owner(s) has not agreed to commit its interest to the Unit.
- 10. The pooling of the previously unidentified uncommitted interest in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 11. This Order affords the previously unidentified interest owner(s) the opportunity to produce its just and equitable share of the oil or gas in the pool.

ORDER

- 12. The period to drill the well(s) is extended until May 22, 2026.
- 13. The previously unidentified uncommitted interest in the Unit is hereby pooled in the Unit.
- 14. This Order shall terminate automatically if Operator fails to drill and complete the well(s) as stipulated herein unless prior to termination Operator applies, and OCD grants, to amend the Order for good cause shown.
- 15. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

Date: 6/18/2025

16. The remaining provisions of the Order remain in force or effect.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

GERASIMOS RAZATOS DIRECTOR (Acting)

GR/dm