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

APPLICATION OF MARATHON OIL PERMIAN LLC TO AMEND ORDER R-14623 TO ADD AN ADDITIONAL WELL, EDDY COUNTY, NEW MEXICO.

**CASE NO. 16147** 

## MARATHON'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**

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#### STATEMENT OF CASE

#### **APPLICANT:**

In Case No. 16147, Marathon seeks an order from the Division: (1) creating a 480-acre, more or less, spacing unit in the Wolfcamp formation, comprised of the W/2 of Section 11 and NW/4 of Section 14, Township 25 South, Range 34 East, NMPM, Lea County, New Mexico; and (2) pooling all mineral interests in the Wolfcamp formation underlying this proposed spacing unit. This proposed spacing unit will be the unit for the Ender Wiggins Fed Com 25-34-14 WA 1H, Ender Wiggins Fed Com 25-34-14 WA 10H, Ender Wiggins Fed Com 25-34-14 WXY 6H, to be horizontally drilled. The producing area for this well will be orthodox. 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, and allowing a one year period between when the wells are drilled and when the wells are completed.

#### PROPOSED EVIDENCE

#### **APPLICANT**:

WITNESS ESTIMATED TIME EXHIBITS

Landman: TBD Approx. 30 minutes Approx. 8

Geologist: TBD Approx. 30 minutes Approx. 6

### **PROCEDURAL ISSUES**

If there are no objections to this application, Marathon intends to present it by affidavit.

Respectfully submitted,

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

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