

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

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:**

**APPLICATION OF MARATHON OIL PERMIAN
LLC FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.**

Case No. 20677

**APPLICATION OF MARATHON OIL PERMIAN
LLC FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.**

Case No. 20686

**APPLICATION OF MARATHON OIL PERMIAN
LLC FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.**

Case No. 20688

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Mewbourne Oil Company ("Mewbourne") as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Marathon Oil Permian LLC

APPLICANT'S ATTORNEY

Deanna Bennett

OPPONENT

Mewbourne Oil Company
Suite 1020
500 West Texas
Midland, Texas 79701

OPPONENT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attention: Corey Mitchell
(432) 682-3715

STATEMENT OF THE CASE

APPLICANT

In the above cases Marathon Oil Permian LLC ("Marathon") seeks orders pooling all mineral interests in (i) the Bone Spring formation in horizontal spacing units comprised of the E/2W/2 and W/2W/2 of Sections 29 and 32, Township 19 South, Range 35 East, NMPM, and (ii) the

Wolfcamp formation in a horizontal spacing unit comprised of the W/2W/2 of Sections 29 and 32, Township 19 South, Range 35 East, NMPM.

OPPONENT

The W/2 of Sections 20 and 29, Township 19 South, Range 35 East, NMPM is subject to a Joint Operating Agreement ("JOA") under which Mewbourne is the operator and Chevron U.S.A. Inc. ("Chevron") is the only other working interest owner. **Exhibit A.** 100% of the working interest in the subject 640 acres is committed to the JOA.

The E/2 of Sections 20 and 29, Township 19 South, Range 35 East, NMPM is also subject to a JOA under which Mewbourne is the operator and Chevron is the only other working interest owner. 100% of the working interest in the subject 640 acres is committed to the JOA. Thus, all of Sections 20 and 29 is already committed to a voluntary plan of development.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

OPPONENTS

WITNESSES

EST. TIME

EXHIBITS

Cy Shook
(landman)

15 min.

Approx. 4

Jordan Carrell
(engineer)

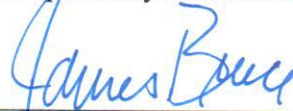
15 min.

Approx. 4

PROCEDURAL MATTERS

Mewbourne will be filing a motion to dismiss Marathon's applications.

Respectfully submitted,




James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Mewbourne Oil Company

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 12th day of September, 2019 via e-mail:

Deanna Bennett
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James Bruce