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

APPLICATIONS OF MRC PERMIAN COMPANY FOR APPROVAL OF ANOVERLAPPING HORIZONTAL WELL SPACING UNIT ANDCOMPULSORY POOLING, LEA COUNTY, NEW MEXICO

CASE NOS. 24314-24319, 24327-24334

APPLICATIONS OF FRANKLIN MOUNTAIN ENERGY 3, LLC FORCOMPULSORY POOLING AND, TO THE EXTENT NECESSARY, APPROVAL OF OVERLAPPING SPACING UNIT, LEA COUNTY, NEW MEXICO

CASE NOS. 24348, 24350-24356, 24358-24360 & 24362

MRC PERMIAN'S CONSOLIDATED PREHEARING STATEMENT

MRC Permian Company ("MRC"), an applicant in these matters, submits this Pre-Hearing

Statement pursuant to the Pre-Hearing Order issued by the Oil Conservation Division.

APPEARANCES

APPLICANTS

MRC Permian Company

ATTORNEY

Michael H. Feldewert Adam G. Rankin Paula M. Vance **Holland & Hart, LLP** Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com Franklin Mountain Energy 3, LLC

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OTHER PARTIES

Slash Exploration LP & Armstrong Energy Corporation

ATTORNEY

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EOG Resources, Inc.

Jordan L. Kessler EOG RESOURCES, INC. 125 Lincoln Avenue, Suite 213 Santa Fe, New Mexico 87501 (432) 488-6108 Jordan_kessler@eogresources.com

MRC'S STATEMENT OF THE CASE

These pooling applications were filed in March of 2024 and involve competing development plans for all or parts of Sections 23, 26 and 35, Township 18 South, Range 34 East, and Section 2 of Township 19 South, Range 34 East, NMPM, Lea County New Mexico. The Applicants have recently reached an agreement in principle that will resolve the competing development plans and allow any necessary pooling by Franklin Mountain to proceed in an uncontested fashion. MRC therefore does not intend to present evidence at the scheduled hearing but will maintain its competing applications of record until the agreement between the parties has

been finalized. MRC has separately filed a notice of withdrawal of objection to the Franklin

Mountain applications proceeding by affidavit or self-affirmed statements.

Respectfully submitted,

HOLLAND & HART LLP

By: Michael + Fellewers

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ATTORNEYS FOR MRC PERMIAN COMPANY

CERTIFICATE OF SERVICE

I hereby certify that on June 19, 2024, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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QUESTIONS

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Action 355883

QUESTIONS

Operator:	OGRID:
MATADOR PRODUCTION COMPANY	228937
One Lincoln Centre	Action Number:
Dallas, TX 75240	355883
	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.