

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

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

CASE NO. 25877

PRE-HEARING STATEMENT

Marathon Oil Permian LLC (“Applicant”) submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPLICANT

Marathon Oil Permian LLC

ATTORNEYS

Dana S. Hardy
Jaclyn M. McLean
Yarithza Peña
HARDY MCLEAN LLC
125 Lincoln Ave, Ste. 223
Santa Fe, NM 87501
Phone: (505) 230-4410
dhardy@hardymclean.com
jmclean@hardymclean.com
ypena@hardymclean.com

INTERESTED PARTY

None.

ATTORNEYS

STATEMENT OF THE CASE

Applicant applies for an order pooling all uncommitted interests in the Wolfcamp formation underlying a 1,266.6-acre, more or less, standard horizontal spacing unit comprised of irregular Section 7 and Section 8, Township 24 South, Range 27 East, Eddy County, New Mexico. The Unit will be dedicated to the following wells (“Wells”): **Atreides Federal Com 701H** well, which will be horizontally drilled from a proposed surface hole location in Lot 2 (SW/4 NW/4 equivalent) of irregular Section 7 to a proposed bottom hole location in the NE/4 NE/4 (Unit A) of Section 8; **Atreides Federal Com 702H** well, which will be horizontally drilled from a proposed

surface hole location in Lot 2 (SW/4 NW/4 equivalent) of irregular Section 7 to a proposed bottom hole location in the SE/4 NE/4 (Unit H) of Section 8; **Atreides Federal Com 703H** well, which will be horizontally drilled from a proposed surface hole location in Lot 4 (SW/4 SW/4 equivalent) of irregular Section 7 to a proposed bottom hole location in the NE/4 SE/4 (Unit I) of Section 8; and **Atreides Federal Com 704H** well, which will be horizontally drilled from a proposed surface hole location in Lot 4 (SW/4 SW/4 equivalent) of irregular Section 7 to a proposed bottom hole location in the SE/4 SE/4 (Unit P) of Section 8.

The completed intervals of the Wells will be orthodox. The completed interval of the Atreides Federal Com 702H well will be located within 330' of the half-section line separating the N/2 and S/2 of Sections 7 and 8 to allow for the creation of a 1,266.6-acre standard horizontal spacing unit. Also to be considered will be the cost of drilling and completing the Wells, the allocation of the costs, the designation of Applicant as the operator of the Units and Wells, and a 200% charge for the risk involved in drilling and completing the Wells.

PROPOSED EVIDENCE

Witness	Occupation	Estimated Time	Exhibits
Shelley C. Klinger	Landman	Affidavit	Approx. 6
Preston Dupree	Geologist	Affidavit	Approx. 5

PROCEDURAL MATTERS

Applicant intends to present this case by affidavit if there is no objection to its application.

Respectfully submitted,

HARDY MCLEAN LLC

/s/ Dana S. Hardy

Dana S. Hardy

Jaclyn M. McLean

Yarithza Peña

125 Lincoln Ave, Ste. 223

Santa Fe, NM 87501
Phone: (505) 230-4410
dhardy@hardymclean.com
jmclean@hardymclean.com
ypena@hardymclean.com
Counsel for Marathon Oil Permian LLC

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 547549

QUESTIONS

Operator: MARATHON OIL PERMIAN LLC 600 W Illinois Ave Midland, TX 79701	OGRID: 372098
	Action Number: 547549
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS**Testimony**

Please assist us by provide the following information about your testimony.

Number of witnesses	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>