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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 16082

APPLICATION OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 16083

APPLICATION OF MARATHON
OIL PERMIAN LLC FOR APPROVAL
OF A NON-STANDARD SPACING AND
PRORATION UNIT AND COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 16237

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

CASE NO. 16238

MOTION FOR CONTINUANCE

Marathon Oil Permian LLC ("Marathon") moves the Division to continue Case Nos. 16082, 16083, 16237, and 16238, which are currently scheduled for the June 28, 2018 Examiner Hearing Docket to the August 23, 2018 docket. The proposed development plans in each of the above-listed cases overlap, in that they each involve the SE/4 of Section 1, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico. In support of this motion, Marathon states as follows:

- 1. The parties have submitted competing development proposals in the above-referenced cases. Matador's proposals seek to develop the Wolfcamp formation within the E/2 of Section 1. Whereas, Marathon ultimately seeks to develop laterals within the S/2 of Section 1 and the S/2 of Section 6, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico.
- 2. On or around June 14, 2018, Marathon determined that it needed to modify its well proposals sent for the Gladius wells in Case Nos. 16237 and 16238. In these modifications, Marathon will be renaming these wells as the Maximus Fee 1H, 2H, 3H & 6H wells and the Maximus Federal 8H, 9H and 10H wells.
- 3. Marathon is submitting its well proposal letters to working interest owners on June 21, 2018 and June 22, 2018.
- 4. Marathon opposes Matador's development plans within the E/2 of Section 1 because it believes that Matador's well locations and orientation will result in waste and unrecovered reserves.
- 5. Marathon intends to amend its applications in Case Nos. 16237 and 16238 with the updated well names and development information approximately 30 days from June 22, 2018.
- 6. Marathon asks that Case Nos. 16082, 16083, 16237, and 16238 be continued to the August 23 docket.
 - 7. Matador opposes this motion.

WHEREFORE, Marathon Oil Permian LLC respectfully requests that the Division continue the hearing in 16082, 16083, 16237, and 16238 to the August 23, 2018 docket.

Respectfully submitted,

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

Earl E. DeBrine, Jr.

Jennifer L. Bradfute Post Office Box 2168

Bank of America Centre

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail on June 22, 2018:

James Bruce, Esq. P.O. Box 1056 Santa Fe, NM 87504 jamesbruc@aol.com

By:

Jennifer L. Bradfute

Post Office Box 2168
Bank of America Centre

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800