

CASE NO. 20131: Second Amended Application of Marathon Oil Permian LLC for a spacing unit and compulsory pooling, Lea County, New Mexico. Applicant seeks an order from the Division: (1) to the extent necessary, approving the creation of a 160-acre, more or less, spacing unit covering the E/2 E/2 of Section 34, Township 21 South, Range 33 East, NMPM, Lea County, New Mexico, from 100' below the top of the Wolfcamp formation (+/- 12,080' TVD) to the base of the Wolfcamp Oil Pool underlying this proposed spacing unit; and (2) pooling all mineral interests in the Wolfcamp formation underlying this spacing unit. This proposed spacing unit will be dedicated to the **Battle 34 WC Fee 20H** well, 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 well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Marathon as operator of the well, and a 200% charge for risk involved in drilling said well, and allowing a one year period between when the well is drilled and when the well is completed. Said area is located approximately 23 miles west of Eunice, New Mexico.