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

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

> CASE NOS. 20840-20842 (Shake-N-Bake) CASE NOS. 20843-20844; 20848 (Cerberus) CASE NOS. 20845-20847 (Trojan Horse)

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

CASE NOS. 21436 & 21437 (Gladiator) (formerly Ridge Runner Cases 20105 & 20718)

AMENDED APPLICATIONS OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

CASE NOS. 21383-21386 (Warrior) (formerly Ridge Runner Cases 20106, 20107, 20717)

ORDER VACATNG THE OCTOBER HEARING AND SETTING A SCHEDULING CONFERENCE

This Order follows communication from the parties that the applicants and case numbers identified above have changed since the entry of the Division's previous orders in these matters, and that the parties are in the process of negotiating a potential resolution. The Hearing Officer further notes that:

- 1. These cases initially involved competing pooling applications filed by Marathon Oil Permian, LLC ("Marathon") and Ridge Runner Resources Operating, LLC ("Ridge Runner").
- 2. The Division's Prehearing Order sets forth the sequence for these cases and identified the supplemental testimony the Division desires to be provided. The Division's Second Amended Prehearing Order set these matters for hearing on October 7, 2020, commencing at

8:30 a.m., to continue October 8, 2020, following the regulatory scheduled October Examiner docket, and to continue as necessary on October 9, 2020.

- 3. Matador Production Company ("Matador") initially notified the Division that it should be substituted as the applicant for Ridge Runner in Case Nos. 20106, 20107, and 20717 involving the Warrior wells.
- 4. Pursuant to paragraph 14 of the Amended Pretrial Order, Matador subsequently submitted amended applications for the acreage at issue under Ridge Runner Cases 20106, 20107 and 20717 and those amended applications have been assigned Case Nos. 21383-21386 (Warrior)
- 5. Matador has recently filed pooling applications under Case Nos. 21436 & 21437 for the purpose of replacing the pooling applications filed by Ridge Runner Resources under Case Nos. 20105 & 20718. These new cases involve the same acreage (W/2 of Sections 2 and 35), involve the Gladiator wells and similarly compete with Marathon Cases 20845, 20846 and 20847 involving the Trojan Horse wells.
- 6. To effectuate this substitution of cases and applicants, and to allow additional time to reach a resolution, it is hereby ordered that:
 - a. Matador Case Nos. 21436 & 21437 (Gladiator) are substituted for Ridge Runner Case Nos. 20105 & 20718.
 - Matador Case Nos. 21383-21386 (Warrior) are substituted for Ridge Runner Cases Nos. 20106, 20107 and 20717.
 - The Ridge Runner cases shall be separately dismissed following the issuance of this order.
 - d. The October 7th-9th hearing dates are vacated, and the parties shall appear at the Division's regularly scheduled docket on October 8th for a status conference.
 - e. All other provisions in the Pretrial Order and the Amended Pretrial Order remain in effect.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

FELICIA L. ORTH

HEARING EXAMINER

Date: 9/11/20