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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. 20170

RIDGE RUNNER RESOURCES OPERATING, LLC'S PRE-HEARING STATEMENT

Ridge Runner Resources Operating, LLC ("Ridge Runner") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT'S ATTORNEYS APPLICANT

Deana M. Bennett Marathon Oil Permian, LLC

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INTERESTED PARTIES

INTERESTED PARTIES' ATTORNEYS

MRC Delaware Resources, MRC Explorers Resources, MRC Spiral Resources, LLC, and Chevron U.S.A., Inc. Michael H. Feldewert Adam G. Rankin Kaitlyn A. Luck P.O. Box 2208

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STATEMENT OF THE CASE

Marathon Oil Permian, LLC ("Marathon") seeks an order pooling all uncommitted mineral interests within a 1280-acre Wolfcamp horizontal spacing unit ("HSU") underlying Sections 1 and 2, Township 23 South, Range 28 East in Eddy County. Marathon proposes to dedicate the spacing unit to the Trojan Horse 2 WXY FC 1H, Trojan Horse 2 WB FC 3H, Trojan Horse 2 WXY FC 5H, Trojan Horse 2 WA FC 7H, Trojan Horse 2 WXY FC 8H, Trojan Horse 2 WA FC 10H, Trojan Horse 2 WXY FC 12H, and Trojan Horse 2 WA FC 13H wells, which will be horizontally drilled. The producing area for the wells will be orthodox.

Ridge Runner opposes Marathon's Application because Marathon's proposed HSU conflicts with the HSUs proposed by Ridge Runner in Case Nos. 20105 and 20718.

PROPOSED EVIDENCE

WITNESSES	EST. TIME	<u>EXHIBITS</u>
Robert Shelton (Landman)	10 minutes	Approximately 3
Michael Burke (Geologist)	15 minutes	Approximately 5
Scott Germann (Geologist)	15 minutes	Approximately 3
Kelvin Fisher (Engineer)	15 minutes	Approximately 5

Ridge Runner reserves its right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

Ridge Runner is not aware of any procedural matters to be resolved prior to the hearing.

Respectfully submitted,

HINKLE SHANOR LLP

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Counsel for Ridge Runner Resources Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that on this 20th day of August 2019, I sent a true and correct copy of Ridge Runner Resources, Operating LLC's Pre-Hearing Statement via email to:

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