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

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

CASE NO. 22178

MATADOR'S PRE-HEARING STATEMENT

Matador Production Company (OGRID No. 228937), the applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEY

Matador Production Company ("Matador")

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APPLICANT'S STATEMENT OF THE CASE

In this case, Matador seeks orders pooling all uncommitted interests in the Bone Spring formation underlying a standard 240-acre, more or less, horizontal spacing unit comprised of the S/2 S/2 of Section 12, and the S/2 SE/4 of Section 11, Township 21 South, Range 27 East, Eddy County, New Mexico. Matador intends to dedicate the spacing unit to the proposed initial **Bo Howard 1211 Fed Com #124H well**, to be drilled from a surface location in the SE/4 SE/4 (Unit

P) of Section 12, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 11. The completed interval of the well will comply with statewide setbacks for oil wells.

APPLICANT'S PROPOSED EVIDENCE

| WITNESS Name and Expertise | ESTIMATED TIME | EXHIBITS |
|----------------------------|----------------|-----------|
| Nicholas Weeks, Landman | Affidavit | Approx. 6 |
| Andrew Parker, Geologist | Affidavit | Approx. 3 |

PROCEDURAL MATTERS

Matador intends to present this case by affidavit if there is no opposition at the hearing.

Respectfully submitted,

HOLLAND & HART LLP

By: /s/ Adam Rankin

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

QUESTIONS

Action 98780

QUESTIONS

| Operator: | OGRID: |
|----------------------------|--|
| MATADOR PRODUCTION COMPANY | 228937 |
| One Lincoln Centre | Action Number: |
| Dallas, TX 75240 | 98780 |
| | Action Type: |
| | [HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

| Testimony | | |
|---|---------------|--|
| Please assist us by provide the following information about your testimony. | | |
| Number of witnesses | Not answered. | |
| Testimony time (in minutes) | Not answered. | |