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

APPLICATION OF MRC TORO, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 25579

MRC'S PRE-HEARING STATEMENT

MRC Toro, LLC ("MRC" or "Applicant"), the applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEY

MRC Toro, LLC ("MRC")

Michael H. Feldewert Adam G. Rankin Paula M. Vance Holland & Hart, LLP Post Office Box 2208

Santa Fe, New Mexico 87504-2208

(505) 988-4421

(505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF THE CASE

In Case No. 25579, MRC seeks an order pooling uncommitted mineral interest owners in a standard 467.3-acre, more or less, horizontal well spacing unit in the Wolfcamp formation (WC-025 G-09 S263619C; Wolfcamp [98234]) underlying the W/2 E/2 and E/2 W/2 of Section 27, and the NW/4 NE/4 and Lot 2 (W/2 NE/4 equivalent) and NE/4 NW/4 and Lot 3 (E/2 NW/4 equivalent) of irregular Section 34, Township 26 South, Range 34 East, NMPM, Lea County, New Mexico. MRC seeks to initially dedicate the horizontal spacing unit to the proposed **John Stewart State** Com 220H u-turn well, with a surface location in the S/2 SE/4 of Section 22, a first take point in

the NW/4 NE/4 (Unit B) of Section 27 and a last take point in the NE/4 NW/4 (Unit C) of Section 27.

The completed interval for the wells will meet the statewide setbacks for oil wells.

Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject spacing unit.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Addison Costly, Landman	Self-Affirmed Statement	Approx. 3
Blake Herber, Geologist	Self-Affirmed Statement	Approx. 3

PROCEDURAL MATTERS

MRC intends to present this case by self-affirmed statement if there is no opposition at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP

sy: ____

Michael H. Feldewert Adam G. Rankin Paula M. Vance Post Office Box 2208 Santa Fe, NM 87504 505-988-4421 505-983-6043 Facsimile

mfeldewert@hollandhart.com agrankin@hollandhart.com

pmvance@hollandhart.com

ATTORNEYS FOR MRC TORO, LLC

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

QUESTIONS

Action 503061

QUESTIONS

Operator:	OGRID:
MATADOR PRODUCTION COMPANY	228937
One Lincoln Centre	Action Number:
Dallas, TX 75240	503061
	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.		