

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

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

CASE NO. 16231

NOVO'S PRE-HEARING STATEMENT

Novo Oil & Gas, LLC ("Novo") provides this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

APPLICANT

Matador Production Company

APPLICANT'S ATTORNEY

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APPEARANCES

Novo Oil & Gas, LLC

OPPONENTS ATTORNEY

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MRC Permian Company and
MRC Permian LKE Company

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STATEMENT OF THE CASE

Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying the W/2 of Section 9, Township 23 South, Range 28 East, NMPM (Purple-Sage Wolfcamp Gas Pool) to form a standard 320 acre gas spacing and proration unit. The unit will be dedicatd to the Jack Sleeper 09-23S-28E RB Well No. 201H, a horizontal well with a surface location in the SW/4SW/4, and a bottomhole location in the NW/4NW/4 of Section 9. The producing interval will be unorthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

Novo has filed two Applications, one to pool the mineral interests in the Wolfcamp formation in the W/2 of Section 9, and another to pool the mineral interests in the Bone Spring formation in the W/2W/2 of Section 9. These cases are to be set for hearing on August 9, 2018.

PROPOSED EVIDENCE

Matador

WITNESS	ESTIMATED TIME	EXHIBITS
Unknown		

Novo Oil & Gas, LLC

WITNESS	ESTIMATED TIME	EXHIBITS
Brandon Patrick Land	Approx. 15 minutes	8

Grant Sha Geologist	Approx. 10 minutes	3
Zach Everman Reservoir Engineer	Approx. 10 minutes	1
Kurt Shipley	Approx. 20 minutes	4
<u>MRC Permian Company and</u> <u>MRC Permian LKE Company</u>		
WITNESS	ESTIMATED TIME	EXHIBITS
Unknown		

PROCEDURAL MATTERS

None.

Respectfully submitted,

BEATTY & WOZNIAK, P.C.

By: 

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Attorneys for Novo Oil & Gas, LLC

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail on July 5, 2018.

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