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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 16435

APPLICATION OF MATADOR PRODUCTION COMPANY FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 16407

MATADOR'S PRE-HEARING STATEMENT

Matador Production Company, the applicant in the above-referenced matters, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

<u>APPLICANT</u>

Matador Production Company 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240

ATTORNEY

Michael H. Feldewert, Esq.
Jordan L. Kessler, Esq.
Adam G. Rankin, Esq.
Julia Broggi, Esq.
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
Email: mfeldewert@hollandhart.com

Email: mfeldewert@hollandhart.com Email: jlkessler@hollandhart.com Email: agrankin@hollandhart.com Email: jbroggi@hollandhart.com

APPLICANT'S STATEMENT OF CASE

In Case No. 16435, Matador Production Company seeks an order (1) creating, if necessary, a 160-acre, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 35, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Wolfcamp formation. The spacing unit will be dedicated to the proposed **Brad Dyer Federal No. 202H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35. The completed interval for this well will remain within the standard offset required by the statewide rules set forth in 19.15.15 NMAC.

In Case No. 16407, Matador Production Company seeks an (1) creating, if necessary, a 160-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 35, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Wolfcamp formation. The spacing unit will be dedicated to the proposed **Brad Dyer Federal No. 205H Well**, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 35. The completed interval for this well will remain within the standard offset required by the statewide rules set forth in 19.15.15 NMAC.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Robert Helbing and Trey Goodwin, Landman	Approx. 15 minutes	Approx.7
Andrew Parker, Geologist	Approx. 10 minutes	Approx. 4

PROCEDURAL MATTERS

Matador respectfully requests that Case Nos. 16435 and 16407 be consolidated for hearing purposes. Matador also will dismiss the requests for a non-standard spacing unit.

Respectfully submitted,

HOLLAND & HART LLP

Michael H. Feldewert Adam G. Rankin Jordan L. Kessler Julia Broggi Post Office Box 2208

Post Office Box 2208 Santa Fe, NM 87504

505-998-4421

505-983-6043 Facsimile mfeldewert@hollandhart.com

arankin@hollandhart.com
jlkessler@hollandhart.com

jbroggi@hollandhart.com

ATTORNEYS FOR
MATADOR PRODUCTION COMPANY