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, EDDY COUNTY, NEW MEXICO.

Case 16464

MATADOR'S PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

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

ATTORNEY

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APPLICANT'S STATEMENT OF CASE

Matador Production Company seeks an (1) creating, if necessary, a 320-acre, more or less, spacing and proration unit comprised of the N/2 S/2 of Section 11 and the N/2 S/2 of Section 12, Township 24 South, Range 27 East, NMPM, Eddy County, New Mexico; and (2) pooling all uncommitted mineral interests in the Bone Spring formation underlying this acreage. The

horizontal spacing unit will be dedicated to the proposed **David Edelstein State Com No. 123H Well,** which will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit I) of Section 12 to a standard bottom hole location in the NW/4 SW/4 (Unit L) of Section 11. 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
Sarah Hartsfield, Landman	Approx. 15 minutes	Approx.7
Clark Collier, Geologist	Approx. 10 minutes	Approx. 4

PROCEDURAL MATTERS

Matador's request for a non-standard spacing unit will be dismissed at hearing.

Respectfully submitted,

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