

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

**IN THE MATTER OF THE HEARING CALLED BY
THE OIL CONSERVATION DIVISION FOR THE
PURPOSE OF CONSIDERING:**

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

Case Nos. 20593

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

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

Attention: Kyle Perkins
(972) 371-5202

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests underlying a horizontal spacing unit comprised of the W/2E/2 of Section 21 and the NW/4NE/4 of Section 28, Township 24 South, Range 35 East, NMPM. The unit will be dedicated to (i) the John Callahan Fed. Com. Well No. 133H, to be drilled to a depth sufficient to test the Bone Spring formation, with a first take point in the NW/4NE/4 of Section 21 and a final take point in the NW/4NE/4 of Section 28, and (ii) the John Callahan Com. Well No. 217H, to be drilled to a depth sufficient to test the Wolfcamp formation, with a first take point in the NW/4NE/4 of Section 21 and a final take point in the NW/4NE/4 of Section 28. The proposed wells are in the WC-025 G-09 S243532M (Wolfbone) Pool (Pool Code 98098). Also to be considered will be the cost of drilling and completing the

wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBIT</u>
Sara Hartsfield (landman)	15 min.	Approx. 6
Clark Collier (geologist)	10 min.	Approx. 8

OPPONENT

<u>WITNESSES</u>	<u>EST. TIME</u>	<u>EXHIBITS</u>
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PROCEDURAL MATTERS

If the case is unopposed applicant will submit it by affidavit.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Matador Production Company