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

APPLICATION OF MATADOR PRODUCTION COMPANY TO RE-OPEN CASE NO. 15433 TO AMEND THE SURFACE HOLE LOCATION AND WELL ORIENTATION UNDER ORDER R-14140, LEA COUNTY, NEW MEXICO.

CASE NO. 15433 (re-opened)

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		010	$\overline{\Box}$
<u>APPLICANT</u>	ATTORNEY	JUL 28	CEIVE
Matador Production Company 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240	Michael H. Feldewert, Esq. Jordan L. Kessler, Esq. Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2 (505) 988-4421 (505) 983-6043 Facsimile	₽ € 2208	ED OCD

APPLICANT'S STATEMENT OF CASE

Matador Production Company ("Matador") seeks to amend Order R-14140 to reflect the revised surface hole location and well orientation. Division Order R-14140, entered on March 30, 2016, created a 160-acre non-standard spacing and proration unit in the Bone Spring formation (Corbin; Bone Spring; South Pool (13160)), consisting of the W/2 E/2 of Section 32, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico, and pooled certain uncommitted working interest owners in this spacing and proration unit (the "Unit"). The Unit was dedicated to the Eland 32 18 33 RN State Com Well No. 123H Well (API No. 30-025-

42977), which was initially permitted as a North-South horizontal well to be drilled from a surface location 154 feet from the North line and 1,859 feet from the East line (Unit B) to a standard bottomhole location 240 feet from the South line and 1,870 feet from the East line (Unit O) of Section 32. Due to surface constraints, Matador has amended the surface location and wellbore orientation. The well will now be drilled as a South-North horizontal well from a surface location 465 feet from the South line and 1,196 feet from the East line (Unit P) to a standard bottomhole location 240 feet from the North line and 1,870 feet from the East line (Unit P) to a standard bottomhole location 240 feet from the North line and 1,870 feet from the East line (Unit P) to a standard bottomhole location 240 feet from the North line and 1,870 feet from the East line (Unit B) of Section 32. The completed interval will remain within the Division's 330 foot statewide setback requirements.

APPLICANT'S PROPOSED EVIDENCE

WITNESS
Name and ExpertiseESTIMATED TIMEEXHIBITSJeff Lierly, Senior LandmanApprox. 10 minutesApprox. 2

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,

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ATTORNEYS FOR MATADOR PRODUCTION COMPANY

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