

**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. 15569

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

Michael H. Feldewert, Esq.
Jordan L. Kessler, Esq.
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile

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OIL CONSERVATION DIVISION
SANTA FE, NEW MEXICO

APPLICANT'S STATEMENT OF CASE

Matador Production Company seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the W/2 E/2 of Section 30, Township 19 South, Range 33 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Bone Spring formation. The Unit will be the project area for the proposed **Federal 30 No. 123H Well**, which will be horizontally drilled from a surface location in the NW/4 NE/4 (Unit B) to a standard bottom hole

location in the SW/4 SE/4 (Unit O) of Section 30. This project area is located within the Gem; Bone Spring Pool (27220), and the completed interval will remain within the 330-foot standard offset required by the Statewide Rules set forth in 19.15.15 NMAC.

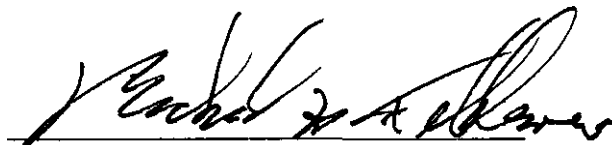
APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Jeff Lierly, Senior Landman	Approx. 15 minutes	Approx. 8
Andy Juett, Senior Geologist	Approx. 15 minutes	Approx. 5

PROCEDURAL MATTERS

None at this time.

Respectfully submitted,



Michael H. Feldewert
Jordan L. Kessler
HOLLAND & HART LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
mfeldewert@hollandhart.com
jlkessler@hollandhart.com

Dana R. Arnold
Matador Resources Company
5400 Lyndon B. Johnson Freeway,
Suite 1500
Dallas, TX 75240
(972) 371-5284
darnold@matadorresources.com

**ATTORNEYS FOR
MATADOR PRODUCTION COMPANY**