STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION COMMISSION 211 A 11 23

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

OCD Case No. 15363 OCD Order R-14053-A

MOTION TO LIFT STAY

Jalapeno Corporation, a party of record in these proceedings, requests that the stay imposed by Commission Order R-14053-A be lifted and that all pending de novo applications filed concerning Division decisions in OCD Case No. 15363 be consolidated and set for hearing. Order R-14053-A stayed proceedings under a prior de novo hearing application filed by Jalapeno concerning the Division's September 24, 2015 Order on Pre-Hearing Motion, Order No. R-14053. Order R-14053 involved Jalapeno's challenge to the Division's jurisdiction to enter a force pooling order under the facts of this case. The parties concurred that a stay was warranted to allow the Division an opportunity to enter an order on the merits of Matador's force pooling application.

The Division entered its order approving Matador's force pooling application on April 25, 2016, Order No. R-14053-B. Jalapeno has filed an application for de novo review of that order. The issues raised in the two de novo applications are interrelated and will be necessarily decided in the context of the hearing on Jalapeno's most recent de novo application. Consequently, an order lifting the stay and consolidating the pending de novo applications will conserve resources and allow for the orderly disposition of all issues raised by Matador's force pooling application.

Matador concurs with the request to lift the stay.

Respectfully submitted,

GALLEGOS/LAW FIRM, P.C.

By...

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on counsel of record by electronic mail this 24th of May, 2016.

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