

**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 NOS. 15747 and 15748

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

In Case Nos. 15747 and 15748, Matador Production Company seeks an order (1) creating two non-standard spacing and proration units; and (2) pooling all uncommitted mineral interests in the Bone Spring formation.

In Case No. 15747, Matador seeks to create a non-standard, 155.29-acre, more or less, spacing and proration unit comprised of the N/2 S/2 of Section 19, Township 20 South, Range 29 East, Eddy County, New Mexico, and to compulsory pool the uncommitted interest owners in the Bone Spring formation. The Unit will be the project area for the proposed **Stebbins 19 Federal No. 133H Well**, which will be horizontally drilled from a surface location in the NE/4 SE/4 (Unit

I) to a standard bottom hole location in the NW/4 SW/4 (Lot 3) of Section 19. The completed interval for this well will remain within the 330-foot standard offset required by the rules.

In Case No. 15748, Matador seeks to create a non-standard, 155.83-acre, more or less, spacing and proration unit comprised of the S/2 S/2 of Section 19, Township 20 South, Range 29 East, Eddy County, New Mexico, and compulsory pool the uncommitted interest owners in the Bone Spring formation. The Unit will be the project area for the proposed **Stebbins 19 Fed Com No. 134H Well**, which will be horizontally drilled from a surface location in the SE/4 SE/4 (Unit P) to a standard bottom hole location in the SW/4 SW/4 (Lot 4) of Section 19. The completed interval for this well will remain within the 330-foot standard offset required by the rules.

APPLICANT'S PROPOSED EVIDENCE

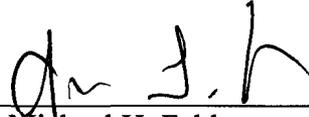
WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Sam Pryor, Landman	Approx. 15 minutes	Approx. 10
Andy Juett, Geologist	Approx. 15 minutes	Approx. 5

PROCEDURAL MATTERS

Matador Production Company respectfully requests that Case Nos. 15747 and 15748 be consolidated for hearing.

Respectfully submitted,

HOLLAND & HART LLP



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~And~

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