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

APPLICATIONS OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NOS. 16470 - 16473

MATADOR'S AMENDED CONSOLIDATED PRE-HEARING STATEMENT

Matador Production Company ("Matador"), the applicant in the above-referenced matters,

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. Adam G. Rankin, Esq. Julia Broggi, Esq. Kaitlyn A. Luck, Esq. Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com jbroggi@hollandhart.com

OTHER INTERESTED PARTIES

Jalapeno Corp.

Mewbourne Oil Company

J.E. Gallegos, Esq Michael J. Condon, Esq 460 St Michael's Drive, Bldg 300 Santa Fe NM 87505 (505) 983-6686 jeg@gallegoslawfirm.net mjc@gallegoslawfirm.net

Jim Bruce P.O. Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043 jamesbruc@aol.com

APPLICANT'S STATEMENT OF CASE

In these consolidated cases, Matador seeks orders pooling all uncommitted interests in the

following standard horizontal spacing units in the Bone Spring formation underlying Sections 29

and 30, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico:

In <u>Case No. 16470</u>, a 316.36-acre horizontal spacing unit in the Bone Spring formation comprised of the N/2 N/2 of Sections 29 and 30 to be dedicated to the proposed **Leatherneck 30 Fed No. 121H Well** which has been <u>renamed</u> the **Leatherneck 30 Fed No. <u>125H Well</u>**. The original surface location for this well was to be in the NW/4 NW/4 (Lot 1) of Section 30 but has been <u>moved</u> to the SW/4 NW/4 (Lot 2) of Section 30. It will be horizontally drilled to a bottom-hole location in the NE/4 NE/4 (Unit A) of Section 29.

In <u>Case No. 16471</u>, a 316.84-acre horizontal spacing unit in the Bone Spring formation comprised of the S/2 N/2 of Sections 29 and 30 to be dedicated to the proposed **Leatherneck 30 Fed No. 122H Well** which has been <u>renamed</u> the **Leatherneck 30 Fed No. 126H Well**. It be horizontally drilled from a surface location in the SW/4 NW/4 (Lot 2) of Section 30 to bottom hole location in the SE/4 NE/4 (Unit H) of Section 29.

In <u>Case No. 16472</u>, a 317.32-acre horizontal spacing unit in the Bone Spring formation comprised of the S/2 N/2 of Sections 29 and 30 to be dedicated to the proposed **Leatherneck 30 Fed No. 123H Well** which has been <u>renamed</u> the **Leatherneck 30 Fed No. 127H Well**. The original surface location for this well was to be in the NW/4 SW/4 (Lot 3) of Section 30 but has been <u>moved</u> to the SW/4 SW/4 (Lot 4) of Section 30. It will be horizontally drilled to a bottom-hole location in the NE/4 SE/4 (Unit I) of Section 29.

In <u>Case No. 16473</u>, a 317.82-acre horizontal spacing unit in the Bone Spring formation comprised of the S/2 S/2 of Sections 29 and 30 to be dedicated to the proposed **Leatherneck 30 Fed No. 124H Well** which has been <u>renamed</u> the **Leatherneck 30 Fed No. 128H Well**. It will be horizontally drilled from a surface location in the SW/4 SW/4 (Lot 4) of Section 30 to a bottom-hole location in the SE/4 SE/4 (Unit P) of Section 29.

The completed intervals for these wells will remain within the standard offset required by the

statewide rules for horizontal oil wells.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Sam Pryor, Landman	Approx. 20	Approx. 5
Andrew Juett, Geologist	Approx. 15	Approx. 5

PROCEDURAL MATTERS

Matador does not expect any opposition to these applications and intends to consolidate these four cases for presentation by affidavit at the Examiner hearing. Matador further requests that orders granting these applications reflect the updated well names in each case and, as to

Case Nos. 16470 and 16472, the updated surface locations.

Respectfully submitted,

HOLLAND & HART LLP

Michael H. Feldewert Adam G. Rankin Julia Broggi Post Office Box 2208 Santa Fe, NM 87504 505-998-4421 505-983-6043 Facsimile mfeldewert@hollandhart.com arankin@hollandhart.com jbroggi@hollandhart.com

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CERTIFICATE OF SERVICE

I hereby certify that on May 23, 2019, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

J.E. Gallegos Michael J. Condon 460 St Michael's Drive Bldg 300 Santa Fe NM 87505 505-983-6686 jeg@gallegoslawfirm.net mjc@gallegoslawfirm.net

Attorneys for Yates Energy Corporation

Jim Bruce P.O. Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043 jamesbruc@aol.com

Attorney for Mewbourne Oil Company

Rankin