

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

**APPLICATION OF MRC HAT MESA, LLC
FOR APPROVAL OF AN OVERLAPPING
HORIZONTAL WELL SPACING UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25998

**APPLICATION OF MRC HAT MESA, LLC
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 25999

MRC’S CONSOLIDATED PRE-HEARING STATEMENT

MRC Hat Mesa, LLC (“MRC” or “Applicant”), the applicant in the above-referenced matters, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

MRC Hat Mesa, LLC
 (“MRC”)

ATTORNEY

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APPLICANT’S STATEMENT OF THE CASES

Under these consolidated cases, MRC seeks orders pooling all uncommitted interests in the following proposed horizontal well spacing units underlying acreage within Township 21 South, Range 33 East, and Township 22 South, Range 33 East, NMPM, Lea County, New Mexico:

- Under **Case No. 25998**, MRC seeks an order (1) approving a 560.05-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation (WC-025 G-07 S213330F; BONE SPRING [Pool Code 97927] and LEGG; BONE SPRING [Pool Code 37870]) underlying the W/2 of Section 29, E/2 W/2 of Section 32, T21S-R33E, and Lot 3 and SE/4 NW/4 (E/2 NW/4 equivalent) of irregular Section 5, T22S-R33E, and (2) pooling all uncommitted interests in this acreage. MRC seeks to dedicate this overlapping horizontal spacing unit to the proposed **Toddy Glosser State Com 110H** j-turn well, to be drilled from a surface hole location in the N/2 of irregular Section 5, T22S-R33E, to a first take point in the SE/4 NW/4 (Unit F) of irregular Section 5, T22S-R33E, and a last take point in the SW/4 NW/4 (Unit E) of Section 29, T21S-R33E. This proposed horizontal well spacing unit will overlap the following existing spacing units in the Bone Spring formation:
 - An existing 160-acre spacing unit in the Bone Spring formation underlying the E/2 W/2 of Section 29, T21S-R33E, currently dedicated to the Fruit Loop 29 State 501H (API No. 30-025-41518), operated by EOG Resources Inc; and
 - An existing 160-acre spacing unit in the Bone Spring formation underlying the W/2 W/2 of Section 29, T21S-R33E, currently dedicated to the Fruit Loop 29 State 503H (API No. 30-025-44501) and Fruit Loop 29 State 602H (API No. 30-025-44500), operated by EOG Resources Inc.
- Under **Case No. 25999**, MRC seeks an order pooling the uncommitted interest owners in a 560.05-acre, more or less, horizontal well spacing unit in the Wolfcamp formation (WC-025 G-10 S213328O; WOLFCAMP [Pool Code 98033]) underlying the W/2 of Section 29, E/2 W/2 of Section 32, T21S-R33E, and Lot 3 and SE/4 NW/4 (E/2 NW/4 equivalent) of irregular Section 5, T22S-R33E. MRC seeks to dedicate this overlapping horizontal spacing unit to the proposed **Toddy Glosser State Com 200H** j-turn well, to be drilled from a surface hole location in the N/2 of irregular Section 5, T22S-R33E, to a first take

point in the SE/4 NW/4 (Unit F) of irregular Section 5, T22S-R33E, and a last take point in the SW/4 NW/4 (Unit E) of Section 29, T21S-R33E.

The completed interval for the wells will comply with statewide setbacks for oil. MRC has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject acreage.

APPLICANT’S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Clay Wooten, Landman	Self-Affirmed Statement	Approx. 5
Liz Olson, Geologist	Self-Affirmed Statement	Approx. 3

PROCEDURAL MATTERS

MRC does not anticipate opposition to these matters and requests that they be consolidated for a hearing by self-affirmed statements.

Respectfully submitted,

HOLLAND & HART LLP

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**ATTORNEYS FOR MRC HAT MESA, LLC AND
MATADOR PRODUCTION COMPANY**

CERTIFICATE OF SERVICE

I hereby certify that on March 19, 2026, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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Energy, Minerals and Natural Resources
Oil Conservation Division
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QUESTIONS

Action 564827

QUESTIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 564827
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
<i>Please assist us by provide the following information about your testimony.</i>	
Number of witnesses	<i>Not answered.</i>
Testimony time (in minutes)	<i>Not answered.</i>