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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NOS. 22801

MATADOR'S 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

<u>APPLICANT</u> <u>ATTORNEY</u>

Matador Production Company Michael H. Feldewert

Adam G. Rankin Julia Broggi Paul M. Vance 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 pmvance@hollandhart.com

OTHER PARTIES ATTORNEY

NONE

APPLICANT'S STATEMENT OF THE CASE

Matador seeks an order pooling all uncommitted interests in the Strawn formation [Shipp; Strawn (Pool Code 55695)] underlying a standard 80-acre well spacing unit comprised of the N/2 NW/4 of Section 1, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico.

Applicant proposes to dedicate the above-referenced spacing unit to the **Julie 01-17S-37E** #1, a directional well to be drilled and completed at a non-standard bottom-hole location in the NW/4 NW/4 (Unit D) of Section 1. The special pool rules issued under Order No. R-8062, *et. seq.*, for the Shipp; Strawn, Pool require 80-acre spacing and for wells to be located within 150 feet of the center of a governmental quarter-quarter section. The non-standard location for the proposed well is necessary to efficiently and effectively drain the targeted reservoir, and Applicant will separately seek administrative approval for the proposed non-standard location.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Reece Clark, Landman	Affidavit	Approx. 5
Andrew Parker, Geologist	Affidavit	Approx. 3

PROCEDURAL MATTERS

Matador intends to present this case by affidavit if there is no opposition at the time of hearing.

Respectfully submitted,

HOLLAND & HART LLP

By:

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

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 111376

QUESTIONS

Operator:	OGRID:
MATADOR PRODUCTION COMPANY	228937
One Lincoln Centre	Action Number:
Dallas, TX 75240	111376
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	8	