

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

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

CASE NO. 15366

MATADOR'S PRE-HEARING STATEMENT

Matador Production Company ("Matador"), submits this Pre-Hearing Statement for the above-referenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Matador Production Company
One Lincoln Centre
5400 LBJ Freeway,
STE 1500
Dallas, TX 75240

ATTORNEY

Earl E. DeBrine, Jr., Esq.
Jennifer L. Bradfute, Esq.
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OPPONENT

No other party has entered an appearance in this case.

STATEMENT OF CASE

APPLICANT:

Applicant in the above-styled cause seeks an order approving a non-standard oil spacing and proration unit in the Bone Spring formation, a non-standard location, and pooling of all uncommitted mineral interests in the Bone Spring formation underlying the W/2 E/2 of Section 16, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico.

Matador seeks an order from the Division: (1) creating a 160-acre, more or less, non-standard oil spacing and proration unit ("project area") in the Bone Spring formation comprised of the W/2 E/2 of Section 16, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico; (2) pooling all mineral interests in the Bone Spring formation underlying this non-standard spacing and proration unit/project area; and (3) approving a non-standard location.

This proposed non-standard spacing and proration unit will be the project area for the Cimarron State 16-19S-34E RN #133H well, to be horizontally drilled. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Matador as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 25 miles east of Hobbs, New Mexico.

OPPONENT: None anticipated.

PROPOSED EVIDENCE

APPLICANT:

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Jonathan Filbert – Landman	Approx. 15	Approx. 6
Jeron Williamson – Engineer	Approx. 10	Approx. 4

Respectfully submitted,

**MODRALL, SPERLING, ROEHL, HARRIS
& SISK, P.A.**

By: _____

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**ATTORNEYS FOR MATADOR PRODUCTION
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