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

7/17 -1

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING

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

Case No 15,710

PRE-HEARING STATEMENT

This pre hearing statement is submitted by applicant as required by the Oil Conservation Division

APPEARANCES

APPLICANT

Matador Production Company Suite 1500

5400 LBJ Freeway

Dallas Texas 75240

APPLICANT S ATTORNEY

James Bruce P O Box 1056

Santa Fe New Mexico 87504

(505) 982 2043

Attention

Dana Arnold (972) 371 5284

OPPONENT

OPPONENT S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying the S/2 of Section 10 Township 24 South Range 28 East NMPM to form a standard 320 acre gas spacing and proration unit. The unit will be dedicated to the Tom Matthews 10 24S 28E RB Well No 223H. The well is a horizontal well with a surface location in the SE/4SE/4 of adjoining Section 9. The first perforation will be 1657 feet from the south line and 330 feet from the west line and the last perforation will be 1657 feet from the south line and 330 feet from east line of Section 10. The producing interval of the well will be orthodox. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof as well

as actual operating costs and charges for supervision designation of applicant as operator of the well and a 200% charge for the risk involved in drilling and completing the well

OPPONENT

PROPOSED EVIDENCE

APPLICANT

	WITNESSES	EST TIME	EXHIBITS
	Sara Hartsfield (landman)	15 min	Approx 6
	Clark Collier or Andrew Parker (geologist)	15 Min	Approx 6
<u>OPPONENT</u>			
	WITNESSES	EST TIME	EXHIBITS

PROCEDURAL MATTERS

Respectfully submitted

James Bruce

Post Office Box 1056

Santa Fe New Mexico 87504

(505) 982 2043

Attorney for Matador Production Company