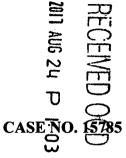
STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

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



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

CASE NO. 15786

MATADOR's PRE-HEARING STATEMENT

Matador Production Company, the applicant in the above-referenced matter, 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. Jordan L. Kessler, Esq. Holland & Hart, LLP Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 983-6043 Facsimile

OTHER PARTY

Mewbourne Oil Company

ATTORNEY

Gary W. Larson Hinkle Shanor LLP Post Office Box 2068 Santa Fe, NM 87504-2068 glarson@hinklelawfirm.com

<u>OPPONENT</u>

<u>ATTORNEY</u>

Advance Energy Partners, LLC

J. Scott Hall, Esq. Montgomery & Andrews, P.A. Post Office Box 2307 Santa Fe, NM 87504-2307 shall@montand.com

APPLICANT'S STATEMENT OF CASE

In Case No. 15785, Matador seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the W/2 E/2 of Section 6, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Bone Spring formation. The Unit will be the project area for the proposed Verna Rae Fed Com No. 133H Well, which will be horizontally drilled from a surface location in the NW/4 NE/4 (Lot 2) to a standard bottom hole location in the SW/4 SE/4 (Unit O) of Section 6. The completed interval for this well will remain within the 330-foot standard offset required by the rules.

In Case No. 15786, Matador seeks and order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the E/2 E/2 of Section 6, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Bone Spring formation. The Unit will be the project area for the proposed **Verna Rae Fed Com No. 134H Well,** which will be horizontally drilled from a surface location in the NW/4 NE/4 (Lot 2) to a standard bottom hole location in the SE/4 SE/4 (Unit P) of Section 6. The completed interval for this well will remain within the 330-foot standard offset required by the rules.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Cassie Hahn, Landman	Approx. 15 minutes	Approx.10
Andy Juett, Geologist	Approx. 15 minutes	Approx. 5

PROCEDURAL MATTERS

Matador Production Company respectfully requests that Case Nos. 15785 and 15786 be

consolidated for hearing.

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Respectfully submitted,

HOLLAND & HART LLP

Michael H. Feldewert Jordan L. Kessler Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 mfeldewert@hollandhart.com jlkessler@hollandhart.com

~And~

Dana R. Arnold Matador Resources Company 5400 Lyndon B. Johnson Freeway, Suite 1500 Dallas, TX 75240 (972) 371-5284 darnold@matadorresources.com

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CERTIFICATE OF SERVICE

I hereby certify that on August $\mathcal{V}, 2017$, I served a copy of the foregoing document to the following counsel of record via electronic mail to:

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Gary Larson Post Office Box 2068 Santa Fe, NM 87504-2068 glarson@hinklelawfirm.com

Jordan L. Kessler