

**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, UNORTHODOX WELL LOCATION, AND  
COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.**

**CASE NOS. 15478, 15479, and 15480**

**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

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**APPLICANT'S STATEMENT OF CASE**

In these three cases, Matador Production Company seeks an order (1) creating three 240-acre, more or less, spacing and proration units in Sections 22 and 27, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico; (2) authorizing unorthodox locations; and (3) pooling all uncommitted mineral interests in the Bone Spring formation. The non-standard spacing and proration unit comprised of the E/2 SE/4 of Section 22 and the E/2 E/2 of Section 27, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico will be the project area for the proposed **Mallon 27 Federal Com No. 1H Well**, which will be horizontally drilled

from a surface location in the SE/4 SE/4 (Unit P) of Section 27 to a standard bottom hole location in the NE/4 SE/4 (Unit I) of Section 22.

The non-standard spacing and proration unit comprised of the W/2 SE/4 of Section 22 and the W/2 E/2 of Section 27 will be the project area for the proposed **Mallon 27 Federal Com No. 2H Well**, , which will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 27 to a standard bottom hole location in the NW/4 SE/4 (Unit J) of Section 22.

The non-standard spacing and proration unit comprised of the E/2 SW/4 of Section 22 and the E/2 W/2 of Section 27 will be the project area for the proposed **Mallon 27 Federal Com No. 3H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) of Section 27 to a standard bottom hole location in the NE/4 SW/4 (Unit K) of Section 22. Matador also seeks unorthodox well locations for these three wells.

**APPLICANT’S PROPOSED EVIDENCE**

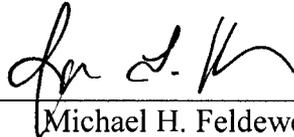
<b>WITNESS Name and Expertise</b>	<b>ESTIMATED TIME</b>	<b>EXHIBITS</b>
Jeff Lierly, Senior Landman	Approx. 20 minutes	Approx. 12
Andy Juett, Senior Geologist	Approx. 20 minutes	Approx. 8

**PROCEDURAL MATTERS**

Matador requests that Cases 15478, 15479, and 15480 be consolidated for hearing.

Respectfully submitted,

HOLLAND & HART LLP



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Michael H. Feldewert  
Jordan L. Kessler  
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Santa Fe, New Mexico 87504-2208  
(505) 988-4421  
(505) 983-6043 Facsimile  
mfeldewert@hollandhart.com  
jlkessler@hollandhart.com

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**