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, EDDY COUNTY, NEW MEXICO.

CASE NOS. 15611 and 15612

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

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

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APPLICANT'S STATEMENT OF CASE

In each of these two cases, Matador Production Company seeks an order (1) creating a non-standard, 160-acre spacing and proration unit; and (2) pooling all uncommitted interests in the Bone Spring formation for each non-standard spacing and proration unit.

In Case No. 15611, the non-standard spacing and proration unit will be comprised of the S/2 S/2 of Section 20, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico. This non-standard spacing and proration unit will be the

project area for the proposed **Stebbins 20 Federal No. 124H Well,** which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) to a standard bottom hole location in the SE/4 SE/4 (Unit P) of Section 20.

In Case No. 15612, the non-standard spacing and proration unit will be comprised of the N/2 S/2 of Section 20, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico. This non-standard spacing and proration unit will be the project area for the proposed **Stebbins 20 Federal No. 123H Well,** which will be horizontally drilled from a surface location in the NW/4 SW/4 (Unit L) to a standard bottom hole location in the NE/4 SE/4 (Unit I) of Section 20.

The project areas for both wells are located in the Avalon; Bone Spring, East Pool (70870). The completed interval for this well will remain within the 330-foot standard offset required by the Statewide Rules set forth in 19.15.15 NMAC.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Jeff Lierly, Landman	Approx. 15 minutes	Approx. 12
Andy Juett, Geologist	Approx. 15 minutes	Approx. 10

PROCEDURAL MATTERS

Matador requests that Case Nos. 15611 and 15612 be consolidated for hearing.

Respectfully submitted,

Michael H. Feldewert

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