

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

**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. 20327

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Matador Production Company as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Matador Production Company
Suite 1500
5400 LBJ Freeway
Dallas, Texas 75240

Attention: Kyle Perkins
(972) 371-5202

APPLICANT'S ATTORNEY

James Bruce
P.O. Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

OPPONENT

Novo Oil & Gas

OPPONENT'S ATTORNEY

Candace Callhan

STATEMENT OF THE CASE

APPLICANT

Applicant seeks an order pooling all mineral interests in the Wolfcamp formation (Purple Sage-Wolfcamp Gas Pool) underlying a horizontal spacing unit comprised of the W/2 of Section 9 and the W/2 of Section 16, Township 23 South, Range 28 East, NMPM. The unit will be dedicated to:

- (a) The Jack Sleeper Com. Well No. 201H, with a first take point in the SW/4SW/4 of Section 16 and a final take point in the NW/4NW/4 of Section 9;
- (b) The Jack Sleeper Com. Well No. 215H, with a first take point in the SW/4SW/4 of Section 16 and a final take point in the NW/4NW/4 of Section 9;

(c) The Jack Sleeper Com. Well No. 221H, with a first take point in the SW/4SW/4 of Section 16 and a final take point in the NW/4NW/4 of Section 9;

(d) The Jack Sleeper Com. Well No. 202H, with a first take point in the SE/4SW/4 of Section 16 and a final take point in the NE/4NW/4 of Section 9; and

(e) The Jack Sleeper Com. Well No. 222H, with a first take point in the SE/4SW/4 of Section 16 and a final take point in the NE/4NW/4 of Section 9.

The W/2 of Section 9 and the W/2 of Section 16 will be dedicated to the wells. Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Matador Production Company as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EXHIBITS

Sara Hartsfield
(landman)

15 min.

Approx. 8

Dan Brugioni
(landman)

15 min.

Approx. 6

OPPONENT

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