

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

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

CASE NOS. 21108 & 21110

EOG'S PRE-HEARING STATEMENT

EOG Resources, Inc. ("EOG") submits this pre-hearing statement as required by the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Matador Production Company

ATTORNEY

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POOLED PARTY

EOG Resources, Inc.

ATTORNEY

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EOG's STATEMENT OF THE CASE

Applicant seeks orders pooling all mineral interests within the Bone Spring formation underlying the N/2 S/2 and the S/2 S/2 of Sections 15 and 14, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico, for its proposed Ted 1514

Fed Com 123 ad 124H wells. EOG requests that the pooling orders contain the following provision:

Notwithstanding paragraphs 22 and 23, above, by stipulation of the parties, Operator grants EOG Resources the ability to sequentially elect to pay its share of costs for each proposed well. Applicant agrees to submit an AFE to EOG no sooner than 60 days before the commencement of the drilling of each well, and EOG shall have 30 days upon receipt of said AFE to elect to participate and make payment to Applicant of the estimated cost for each well.

An identical provision exists in Order R-21275 (Case 21109) and Order R-21276 (Case 2111) pooling this acreage for wells in the Wolfcamp formation. This provision is reasonable and necessary to protect EOG from premature election and payment obligations for the proposed wells.

In addition, the Bureau of Land Management has not approved a Development Area for these wells or spacing units.

PROCEDURAL ISSUES

EOG does not oppose this case being presented by affidavit if the requested election and payment provision is acceptable.

Respectfully submitted,

HOLLAND & HART LLP

By: 

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ATTORNEYS FOR EOG RESOURCES, INC.

CERTIFICATE OF SERVICE

I hereby certify that on February 11, 2021, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

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