

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

RECEIVED OCD
2015 MAY 26 A 7:59

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

CASE NO. 15301

MATADOR'S PRE-HEARING STATEMENT

Matador Production Company ("Matador"), submits this Pre-Hearing Statement for the above-referenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Matador Production Company
One Lincoln Centre
5400 LBJ Freeway,
STE 1500
Dallas, TX 75240

ATTORNEY

Earl E. DeBrine, Jr., Esq.
Jennifer L. Bradfute, Esq.
MODRALL, SPERLING, ROEHL,
HARRIS & SISK, P.A.
P. O. Box 2168
Albuquerque, New Mexico 87103-2168
(505) 848-1800

OPPONENT

No other party has entered an appearance in this case.

STATEMENT OF CASE

APPLICANT:

Applicant in the above-styled cause seeks an order approving a non-standard oil spacing and proration unit in the Bone Spring formation and pooling of all uncommitted mineral interests in the Bone Spring formation underlying the S/2 S/2 of Section 13, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico.

Matador seeks an order from the Division: (1) creating a 160-acre, more or less, non-standard oil spacing and proration unit ("project area") in the Bone Spring formation comprised of S/2 S/2 of Section 13, Township 24 South, Range 28 East, NMPM, Eddy County, New Mexico; and (2) pooling all mineral interests in the Bone Spring formation underlying this non-standard spacing and proration unit/project area.

This proposed non-standard spacing and proration unit will be the project area for the Janie Conner 13-24S-28E RB #124H well, to be horizontally drilled. Also to be considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Matador as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 17 miles southeast of Carlsbad, New Mexico.

OPPONENT: None anticipated.

PROPOSED EVIDENCE

APPLICANT:

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Trey Goodwin – Landman	Approx. 15	6
Jeron Williamson – Engineer	Approx. 10	4

PROCEDURAL MATTERS

Matador does not have any procedural matters at this time. A proposed order concerning Matador's application is attached hereto as Exhibit A.

Respectfully submitted,

**MODRALL, SPERLING, ROEHL, HARRIS
& SISK, P.A.**

By: 

East E. DeBrine, Jr.

Jennifer L. Bradfute

Post Office Box 2168

Bank of America Centre

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800

**ATTORNEYS FOR MATADOR PRODUCTION
COMPANY**