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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, LEA COUNTY, NEW MEXICO.

CASE NO. 15433

PRE-HEARING STATEMENT

NEARBURG PRODUCING COMPANY and NEARBURG EXPLORATION COMPANY, L.L.C., ("Nearburg"), provide this Pre-Hearing Statement as required by the rules of the Division.

APPEARANCES

NEARBURG PRODUCING	COMPANY
•	

and

NEARBURG EXPLORATION COMPANY

NEARBURG PRODUCING COMPANY'S ATTORNEY

J. Scott Hall, Esq.

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APPLICANT

MATADOR PRODUCTION COMPANY

APPLICANT'S ATTORNEY

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STATEMENT OF THE CASE

Applicant Matador Production Company seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the W/2 E/2 of Section 32, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Bone Spring formation.

OPPONENT'S STATEMENT

Nearburg opposes the Application in this matter for the reason that the interests in the S/2 of Section 32, including the lands to be dedicated to the proposed non-standard spacing and proration unit, are subject to a pre-existing voluntary pooling agreement and are not available to be forced pooled.

PROPOSED EVIDENCE

OPPONENT: NEARBURG PRODUCING COMPANY EST. TIME EXHIBITS
NEARBURG EXPLORATION COMPANY

WITNESSES:

Randy Howard, Land Manager 20 min.

PROCEDURAL MATTERS

Nearburg will file a Motion To Dismiss Matador's Application and may request a continuance of the January 26, 2016 examiner hearing.

Respectfully submitted,

MONTGOMERY & ANDREWS, P.A.

By: 1. Scott Hall

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Attorneys for Nearburg Producing Company

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on the following counsel of record by electronic mail on January 14, 2016:

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