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

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

CASE NOS. 15592 and 15593

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

APPLICANT

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

ATTORNEY

Michael H. Feldewert, Esq.

Jordan L. Kessler, Esq.

Holland & Hart, LLP

Post Office Box 2208

Santa Fe, New Mexico 87504-2208

(505) 988-4421

(505) 983-6043 Facsimile

APPLICANT'S STATEMENT OF CASE

In these two cases, Matador Production Company seeks an order pooling all uncommitted interests in the Wolfcamp formation for two standard 320-acre spacing and proration unit comprised of the E/2 of Section 25 and the W/2 of Section 25, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico.

The E/2 spacing unit will be the project area for the proposed Warren 25-23S-27E RB No. 203H Well, which will be horizontally drilled from a surface location in

the SW/4 SE/4 (Unit O) to a standard bottom hole location in the NW/4 NE/4 (Unit B) of Section 25, Township 23 South, Range 27 East.

The W/2 spacing unit will be the project area for the proposed Warren 25-23S-27E RB Fed Com No. 206H Well, which will be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) to a standard bottom hole location in the NE/4 NW/4 (Unit C) of Section 25, Township 23 South, Range 27 East.

The project areas in the E/2 and W/2 of Section 25 are both located within the Black River; Wolfcamp, East (Gas) Pool (97442) and governed by the Special Rules as adopted by Division Order R-14185. Rule 3 of the Special Rules for the Black River; Wolfcamp, East (Gas) Pool requires that the well be located no closer than 330 feet to the outer boundary of the project area. The completed interval for each of the proposed wells will remain within the 330-foot offset required by the Special Rules for the Black River; Wolfcamp, East (Gas) Pool.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Sara Hartsfield, Landman	Approx. 15 minutes	Approx. 12
Lauren Conrad, Reservoir Eningeer, or Tom Elsener, Senior Staff Engineer/Team Leader	Approx. 15 minutes	Approx. 10

PROCEDURAL MATTERS

Matador requests that Case Nos. 15592 and 15593 be consolidated for hearing.

Respectfully submitted,

Michael H. Feldewert
Jordan L. Kessler
HOLLAND & HART LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
mfeldewert@hollandhart.com
jlkessler@hollandhart.com

Dana R. Arnold Matador Resources Company 5400 Lyndon B. Johnson Freeway, Suite 1500 Dallas, TX 75240 (972) 371-5284 darnold@matadorresources.com

ATTORNEYS FOR
MATADOR PRODUCTION COMPANY