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. 15570

2016

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

<u>APPLICANT</u>

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

Matador Production Company seeks an order (1) creating a 160-acre, more or less, spacing and proration unit comprised of the E/2 E/2 of Section 30, Township 19 South, Range 33 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Bone Spring formation. The Unit will be the project area for the proposed Federal 30 No. 124H Well, which will be horizontally drilled from a surface location in the NE/4 NE/4 (Unit A) to a standard bottom hole. location in the SE/4 SE/4 (Unit P) of Section 30. This project area is located within the Gem; Bone Spring Pool (27220), and the completed interval will remain within the 330-foot standard offset required by the Statewide Rules set forth in 19.15.15 NMAC.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise

ESTIMATED TIME

EXHIBITS

Approx. 8

Jeff Lierly, Senior Landman

Andy Juett, Senior Geologist

Approx. 15 minutes Approx. 15 minutes

Approx. 5

PROCEDURAL MATTERS

None at this time.

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