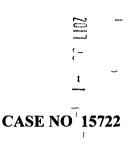
STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

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



APPLICANT'S PRE-HEARING STATEMENT

Applicant hereby 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 Adam G Rankin, 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 ("Matador") (OGRID No 228937) seeks an order pooling all uncommitted mineral interests in the Wolfcamp formation underlying the 320 acre more or less spacing and proration unit comprised of the N/2 of Section 32, Township 24 South, Range 29 East NMPM Eddy County, New Mexico Matador proposes to dedicate the above referenced spacing and proration unit as the project area for its proposed **Garrett Fed Com 32-24S-29E RB** #221H Well, which will be horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) to a standard bottom hole location in the NE/4 NE/4 (Unit A) of Section 32 This project area

is located within the Purple Sage Wolfcamp Pool. The completed interval for this well will remain within the 330-foot standard offset required by the Purple Sage. Wolfcamp Pool. Matador seeks recovery of its costs for drilling completing and equipping the well as well as a 200% risk charge against any working interest owner who does not voluntarily participate in the drilling of the well.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Chris Carleton, Landman	Approx 10 minutes	Approx 5
Clark Collier, Petroleum Geologist	Approx 10 minutes	Approx 3

PROCEDURAL MATTERS

None at this time

Respectfully submitted,

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