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. 16435

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

CASE NO. 16407

MATADOR'S AMENDED PRE-HEARING STATEMENT

Matador Production Company, the applicant in the above-referenced matters, 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.
Julia Broggi, Esq.
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
Email: mfeldewert@hollandhart.com

Email: mfeldewert@hollandhart.com
Email: jlkessler@hollandhart.com
Email: agrankin@hollandhart.com
Email: jbroggi@hollandhart.com

APPLICANT'S STATEMENT OF CASE

In Case No. 16435, Matador Production Company seeks an order (1) creating, if necessary, a 160-acre, more or less, spacing and proration unit comprised of the E/2 W/2 of Section 35, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Wolfcamp formation. The spacing unit will be dedicated to the proposed **Brad Dyer Federal No. 202H Well**, which will be horizontally drilled from a surface location in the SE/4 SW/4 (Unit N) to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 35. The completed interval for this well will remain within the standard offset required by the statewide rules set forth in 19.15.15 NMAC.

In Case No. 16407, Matador Production Company seeks an (1) creating, if necessary, a 160-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Section 35, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico; and (2) pooling all uncommitted mineral interests in the Wolfcamp formation. The spacing unit will be dedicated to the proposed **Brad Dyer Federal No. 205H Well**, which will be horizontally drilled from a surface location in the SW/4 SW/4 (Unit M) to a bottom hole location in the NW/4 NW/4 (Unit D) of Section 35. The completed interval for this well will remain within the 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 |
|---|--------------------|-----------|
| Robert Helbing and Trey Goodwin, Landman | Approx. 15 minutes | Approx.7 |
| Andrew Parker, Geologist | Approx. 10 minutes | Approx. 4 |

PROCEDURAL MATTERS

Matador respectfully requests that Case Nos. 16435 and 16407 be consolidated for hearing purposes. Matador also will dismiss the requests for a non-standard spacing unit. If uncontested, Matador will present this case by affidavit.

Respectfully submitted,

HOLLAND & HART LLP

Michael H. Feldewert
Adam G. Rankin
Jordan L. Kessler
Julia Broggi
Post Office Box 2208
Santa Fe, NM 87504
505-998-4421
505-983-6043 Facsimile
mfeldewert@hollandhart.com
arankin@hollandhart.com
jlkessler@hollandhart.com
jbroggi@hollandhart.com

ATTORNEYS FOR
MATADOR PRODUCTION COMPANY