STATE OF NEW MEXICO ENERGY MINERALS AND NATURAL RESOURCES DEPARTMENT OIL COSERVATION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

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

Case No. 20124

PRE-HEARING STATEMENT

This Pre-Hearing Statement is submitted by Devon Energy Production Company, L.P. (Devon), OGRID Number 6137, as required by the Oil Conservation Division.

APPEARANCES

APPLICANT
Metador Production Co

Matador Production Company

APPLICANT'S ATTORNEYS

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<u>OPPONENT</u>:

Devon Energy Production Company, L.P.

OPPONENT'S ATTORNEY

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STATEMENT OF THE CASE

Applicant Matador Production Company ("Matador") seeks an order pooling all uncommitted mineral interest in the Wolfcamp formation underlying the 240-acre horizontal spacing unit comprised of the W/2W/2 of Section 20 and the W/2NW/4 of Section 29, Township 26 South, Range 35 East, NMPM, Lea County, New Mexico.

OPPONENTS:

Devon is an interested party based on its ownership of an unleased, undivided 25% mineral interest in the 240-acre spacing unit.

Matador proposes a horizontal well, the Grevey Com 20 & 29-26S-35E AR No. 211H, to recovery oil and gas from the Wolfcamp formation in the 240-acre spacing unit. This proposed well will leave the mineral interests located in the W/2SW/4 of Section 29 isolated such that it would be economically unviable to recover oil and gas from the Wolfcamp formation underlying the W/2SW/4 of Section 29. Thus, Matador's proposed well will result in waste and should, therefore, be denied.

PROPOSED EVIDENCE

DEVON'S WITNESSES:	ESTIMATED TIME	EXHIBITS
Melissa Miller	15 minutes	Approx. 4
Jaron Lang	15 minutes	Approx. 4
Russell Goodin	15 minutes	Approx. 4

PROCEDURAL MATTERS

Devon will be filing a motion to continue the hearing until January 24, 2019.

Dated this 3rd day of January, 2019.

ABADIE & SCHILL, PC

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ATTORNEYS FOR DEVON ENERGY PRODUCTION COMPANY, L.P.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this 3^{rd} day of January, 2019 via email:

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