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

RECEIVED

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

mar 7 2003

Oil Conservation Division

CASE NO. 13014

APPLICATION OF MATADOR E& P COMPANY LEA COUNTY, NEW MEXICO COMPULSORY POOLING

PRE-HEARING STATEMENT

Matador E & P Company submits this pre-hearing statement as required by the New Mexico Oil Conservation Division.

APPEARENCES OF THE PARTIES

APPLICANT

Matador E & P Company 8340 Meadow Road, Suite 150 Dallas, Texas 75231 Attn: Mark Virant 214-987-3650

ATTORNEY

Thomas Kellahin, Esq. P. 0. Box 2265 Santa Fe, New Mexico 87504 505-9824285

OPPONENT

Arch Petroleum Inc.

ATTORNEY

James Bruce, Esq. P. O. Box 1056 Santa Fe, New Mexico 87504 505-982-2043

NMOCD Case 13014 Matador E & P Company's Pre-Hearing Statement Page 1

STATEMENT OF THE CASE

APPLICANT:

Matador E & P Company seeks a compulsory pooling order pooling all mineral interest, including that of Arch Petroleum Inc., in the Tubb formation underlying N/2NE/4 of Section 8, T20S, R37E, County, New Mexico for its Laughlin "8" Well N0. 1 to be drilled as a standard well location in Unit A of Section 8 and the designation of Matador Operating Company as the operator plus the standard provisions of the Division's compulsory pooling order including a 200% risk factor penalty.

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	EST. EXHIBITS
Mark Virant (land)	@ 20-30 min.	@ 8-10
Lenny Wood (geology)	By Affidavit	@4

PROCEDURAL MATTERS

Acceptance of applicant's geologic evidence by affidavit.

KELLAHIN & KELLAHIN

Worksonas Kellahin P. O. Box 2265 Santa Fe, New Mexico 87504 Phone 505-982-4285 Fax 505-982-2047 E-mail: <u>tkellahin@aol</u>. com

NMOCD Case 13014 Matador E & P Company's Pre-Hearing Statement Page 2