

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

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Deputy Cabinet Secretary

**Dylan M. Fuge, Director**  
Oil Conservation Division



Mr. Kyle Perkins  
[Kperkins@matadorresources.com](mailto:Kperkins@matadorresources.com)

NON-STANDARD LOCATION

**Administrative Order NSL - 8588**

**Matador Production Company [OGRID 228937]**  
**Michael K 2122 Federal Com Well No. 202H**  
**API No. 30-015-53687**

**Proposed Location**

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	1093 FNL & 413 FEL	A	20	20S	29E	Eddy
First Take Point	1976 FNL & 100 FWL	E	21	20S	29E	Eddy
Last Take Point/ Terminus	1976 FNL & 110 FEL	H	22	20S	29E	Eddy

**Proposed Horizontal Spacing Units**

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
N/2 of Section 21	640	Burton Flat; Wolfcamp, east	73480
N/2 of Section 22			

Reference is made to your application received on May 24<sup>th</sup>, 2023.

You have requested to drill this horizontal well at an unorthodox Gas well location described above in the referenced pool or formation. 19.15.16.15(B)(3)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter section or equivalent.

This well's completed interval is as close as 100 feet to the western edge and 110 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tract(s).

Section 20, encroachment to the NE/4  
Section 23, encroachment to the NW/4

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

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Division understands you are seeking this unorthodox location to allow for the most efficient development of acreage within the Wolfcamp formation. Thereby preventing waste within the formation underlying the N/2 of Section 21 and the N/2 Section 22.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



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**DYLAN M. FUGE**  
**DIRECTOR**  
DMF/lrl

**Date:** 7/10/2023

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State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

CONDITIONS

Action 238974

CONDITIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 238974
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	7/12/2023