

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Dylan M. Fuge
Deputy Secretary

Dylan M. Fuge, Division Director (Acting)
Oil Conservation Division



Mr. Kyle Perkins
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ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8716

Matador Production Company [OGRID 228937]
Teri 22 17S 37E Well No. 1
API No. 30-025-49654

Surface Location; Directional Well

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	100 FNL & 1130 FEL	A	22	17S	37E	Lea
Terminus	51 FNL & 1344 FEL	B	22	17S	37E	Lea

Proposed Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
NE/4 NE/4 Section 22	40	Humble City; Wolfcamp	33510

Reference is made to your application received on February 12th, 2024.

This vertical well was drilled at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by statewide rules, which provides for 40-acre units, with wells to be located at least 330 from the QTR/QTR line.

This well's completed interval is as close as 24 feet to the eastern boundary and 51 feet to the northern boundary. Encroachment will impact the following tracts.

Section 22, encroachment to the NE/4 NE/4
Section 15, encroachment to the SW/4 SE/4

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

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Division understands that you are seeking this orthodox location due to recompleting this well into a different pool/formation within the Wolfcamp formation underlying the NW/4 NE/4 of Section 22. Thus, efficiently developing the acreage to prevent waste within the spacing unit.

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

Per Subsection B of 19.15.15.13 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.



DYLAN M. FUGE
Division Director (Acting)

Date: 3/27/24

DMF/lrl

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State of New Mexico
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Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 330631

CONDITIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 330631
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
Ilowe	None	4/5/2024