# State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Melanie A. Kenderdine Deputy Secretary - Designate

Ben Shelton Deputy Secretary (Acting) Gerasimos "Gerry" Razatos Division Director (Acting) Oil Conservation Division



Mr. Kyle Perkins Kperkins@matadorresources.com

## ADMINISTRATIVE NON-STANDARD LOCATION

### Administrative Order NSL - 8768

Matador Production Company [OGRID 228937] Roy Turner 21 16S 37E State Well No. 1 API No. 30-025-PENDING

### **Directional Well**

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	1925 FNL & 1140 FEL	Н	21	16S	37E	Lea
Bottom	1775 FNL & 1236 FEL	Н	21	16S	37E	Lea

#### **Proposed Unit**

Description	Acres	Pool	Pool Code
S/2 NE/4 Section 21	80.0	Lovington; Upper Penn, Northeast	40760

Reference is made to your application received on June 3<sup>rd</sup>, 2024.

It is understood that this Directional well will be completed at an unorthodox location, as described above in the referenced pool or formation. This location is governed by Special Pool rule, R - 3816, which provides for wells to be within 150 feet of the center of a governmental quarter – quarter section or lot, establishing Set – back requirements to be 510 feet to any outer unit/lot boundary section line of the proration unit.

This well's completed interval is as close as 455 feet to the northern boundary. Encroachment will impact the following tracts.

Section 21, encroachment to the N/2 NE/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 1220 South St. Francis Drive, 3<sup>rd</sup> Floor • Santa Fe, New Mexico 87505

220 South St. Francis Drive, 3<sup>rd</sup> Floor • Santa Fe, New Mexico 875 Phone (505) 476-3441 • <u>www.emnrd.state.nm.us/ocd</u> Administrative Order NSL - 8768 Matador Production Company Page 2 of 2

adjoining units towards which the proposed location encroaches. Special Pool Rule, R-3816 Rule 5, allows notice not to be required.

Division understands that you are seeking this orthodox location to allow for the most efficient development of this acreage within the Upper Penn formation underlying the S/2 NE/4 of Section 21. 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.

GERASIMOS RAZATOS Division Director (Acting) GR/lrl

**Date:** 8/14/2024

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Operator:	OGRID:		
MATADOR PRODUCTION COMPANY	228937		
One Lincoln Centre	Action Number:		
Dallas, TX 75240	374205		
	Action Type:		
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)		

#### CONDITIONS

Created By		Condition Date
llowe	None	8/15/2024

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Action 374205