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

## APPLICATIONS OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

#### CASE NOS. 25388, 25390 & 25391 & 25393

## APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF A 983.65-ACRE NONSTANDARD HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

#### **CASE NO. 25409**

#### **RESPONDENTS' MOTION FOR CONTINUANCE**

Wyotex Drilling Ventures, LLC ("Wyotex"), a mineral interest owner and Respondent in Company regarding Case Numbers 25388 and 25390, and in support thereof would show as follows:

- On April 30, 2025, Wyotex took leases from Thomas L. Alexander, filed May 12, 2025 at Book 2240, page 107 of the Lea County Records. A Memorandum of Paid-Up Oil and Gas Lease is attached hereto as Exhibit A.
- 2. On May 12, 2025, Wyotex reached out to Applicant (Addison Costly) via telephone and email with a memorandum and address. See email attached as Exhibit B.
- On May 15, 2025, Wyotex reached out again to Applicant via email and telephone. See email attached as Exhibit C.
- 4. Matador filings reflect Wyotex as an interest party and owner. However, notice was not sent to Wyotex, notwithstanding Applicant's notice of a new address. See paragraph 37 of Applicant's exhibit showing Wyotex's prior address.

- 5. Publication is insufficient as a matter of law. Publication is sufficient if a party cannot be reached at its address.
- 6. 19.15.4.10.D NMAC provides that a party shall be entitled to a continuance of any hearing if it did not receive notice of the hearing at least three (3) business days prior to the date for filing a timely appearance as 19.15.4 NMAC provides. Respondent did not receive notice at least three (3) days prior to the date for filing a timely appearance as required and, therefore, are entitled to a continuance.
- 7. 19.15.14.13.C provides that parties shall file and serve Motions for Continuance no later than forty eight (48) hours prior to the time of the hearing is set to begin, unless the reasons for requesting a continuance arise after the deadline, in which case the party shall file as expeditiously as possible. Respondent was made aware of the proceedings on June 2, 2025 and has filed as expeditiously as possible after investigation of the matter.
- 8. Additionally, Applicant has not made a good faith effort to engage in communication with Respondent to obtain a voluntary pooling agreement Thus, Respondent has not been given adequate notice and additional time is necessary for Respondent to review the pleadings and prepare for the hearing.

Based on a review of the provided materials, Respondent wishes to have additional time to prepare its evidence for the hearing prior to having its interests subject to being force-pooled and/or prior to the time for submission of its share of drilling costs in connection with its participation in the proposed wells. Respondent does not believe that the requested continuance would prejudice Applicant and that Applicant has not yet met the statutory requirements requisite to pooling

Respondent's interest, and Respondent's request for a continuance would serve the interests of preventing waste and protecting correlative rights.

### RESPECTFULLY SUBMITTED,

CAVIN & MORGAN, P.A. By: Scott S. Morgan PO Box 20339 Albuquerque, NM 87112 (505) 243-5400 smorgan@cilawnm.com

ATTORNEYS FOR RESPONDENTS Wyotex Drilling Ventures, LLC, Yeager Resources, Ltd., Sevenways Minerals, Ltd., Carol Ann Sandquist 1995 Management Trust Blessed Income, LLC, Mary Helen Energy, LLC, Pops Minerals, LLC, and McRae Management Trust I hereby certify that a true and correct copy of the foregoing was served via email and U.S. mail on June 4, 2025 to the following:

Michael H. Feldewert Adam G. Rankin Paula M. Vance HOLLAND & HART, LLP PO Box 2208 Santa Fe, NM 87504 (505) 988-4421 mfeldewert@hollandhart.com agrankin@hollandhart.com

CAVIN & MORGAN, P.A.

By: 🥏 Scott S. Morgan

LEA COUNTY, NM CARRIE SANDOVAL, COUNTY CLERK 5905 Book 2240 Page 107 1 of 2 05/12/2025 02:34 PM BY ANGIE BEAUCHAMP

## NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

#### MEMORANDUM OF PAID-UP OIL AND GAS LEASE

#### STATE OF NEW MEXICO § **KNOW ALL MEN BY THESES PRESENTS:** § **COUNTY OF LEA** §

**BE IT REMEMBERED** that effective as of the 30<sup>th</sup> day of April, 2025 a Paid-Up Oil and Gas Lease ("Lease") was made and entered into by and between Thomas L. Alexander, a married man dealing in his sole and separate property, joined pro forma by his wife, Kathleen A. Alexander, whose address is P.O. Box 2005, Morro Bay, CA 93443, hereinafter called "Lessor" (whether one or more), and Wyotex Drilling Ventures, LLC, whose address is P.O. Box 280969, Lakewood, CO 80228, hereinafter called "Lessee" wherein Lessor granted, leased and let exclusively to Lessee for the purpose of exploring for. developing, producing, and marketing oil and gas, along with all hydrocarbon substances produced in association therewith, from the following described lands and depths situated in Lea County, New Mexico. on and subject to the terms and conditions set forth in the Lease.

#### The S/2 of the NW/4 and the N/2 of the SW/4 of Section 14, and the NW/4 of Section 23, township 15-S, Range 36-E, NMPM, Lea County, NM

The Lease provided for a primary term of three (3) years from April 30th, 2025, and for the continuation thereafter in accordance with the terms and provisions of the Lease. This Memorandum is placed of record for the purpose of giving notice of the Lease and has not and shall not be construed as amending, altering or otherwise changing the terms and provisions of the Lease.

An Executed copy of said Oil and Gas Lease is in the possession of Lessee at its address indicated above.

This Memorandum is signed by Lessor as of the date of acknowledgment of their signatures but is effective for all purposes as of the effective date of the Lease.

LESSOR:

homas L. Alexander

as L. Alexander Allee e. G. Alexander

EXHIBIT A

LEA COUNTY, NM CARRIE SANDOVAL, COUNTY CLERK 5905 Book 2240 Page 107 2 of 2 05/12/2025 02:34 PM BY ANGIE BEAUCHAMP

# **CALIFORNIA ALL-PURPOSE CERTIFICATE OF ACKNOWLEDGMENT** (CALIFORNIA CIVIL CODE § 1189)

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

STATE OF CALIFORNIA COUNTY OF San Luis Obispo

On <u>5/5/25</u> before me, <u>Moah Martinez</u> Notary fublic (Date) (Here Insert Name and Title of the Officer)

personally appeared Thomas Lyther Alexander & Kuthleen Anne Alexander \_\_\_\_ who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature of Notary Public

(Notary Seal)

#### ADDITIONAL OPTIONAL INFORMATION

#### **Description of Attached Document**

Title or Type of Document: \_\_\_\_\_\_ Document Date: \_\_\_\_\_\_

Number of Pages: \_\_\_\_\_ Signer(s) Other Than Named Above: \_\_\_\_\_

Additional Information: \_\_\_\_\_

revision date 01/01/2015

NOAH MARTINEZ Notary Public - California San Luis Obispo County

Commission # 2513598 My Comm. Expires Mar 4, 2029 From: Lou Oswald Sent: Monday, May 12, 2025 3:12 PM To: addison.costley@matadorresources.com Cc: Carl Tomasetti <<u>Carl@wyotex.com</u>> Subject: LeaNM - Thomas Alexander Memo and OGL

Dear Mr. Costley,

I left a voice message for you today regarding the lease we purchased from Thomas L. Alexander and his wife Kathleen A. Alexander a Memo of which was recorded in the Lea County, NM records today.

I have attached a copy of the Memorandum of Paid-Up Oil and Gas Lease which we recorded earlier this afternoon.

We are interested in participating the four wells proposed in the DSU covering Section 14, 23 and 26 of T15S, R36E.

Interestingly, Matador has a landman trying to buy leases from my trust and several other mineral owners in the immediate vicinity of this and the other DSU that Matador has already drilled a well in.

I'm on a flight most of tomorrow to my home in Puerto Rico but will be around again starting on Wednesday of this week.

I did notice that Matador filed a pooling notice on these minerals and notified Mr. Alexander but wasn't aware of the particulars there.

Sincerely yours, Seashore Consulting, LLC Lou Oswald, III 361-205-5286 M From: Lou Oswald Sent: Thursday, May 15, 2025 10:56 AM To: addison.costley@matadorresources.com Cc: Carl Tomasetti <<u>Carl@wyotex.com</u>> Subject: RE: LeaNM - Thomas Alexander Memo and OGL

Dear Mr. Costley,

I tried you at 972-371-5474 again today but you did not answer and I felt like it was pointless to leave you another voice message and thought I'd just email you again.

To restate the below briefly, we are interested in participating in the well(s) that Matador may drill in this 1,920 acres DSU in 15/36.

Not sure if Matador is the real deal here on this DSU and actually going to drill or just going through motions and therefor the need for a discussion.

Please give me a shout about this when you have a minute as I don't want to have to protest your pooling but am perfectly capable of doing so.

Sincerely yours, Seashore Consulting, LLC Lou Oswald, III 361-205-5286 M