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

APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF A STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, LEA AND EDDY COUNTIES, NEW MEXICO.

**CASE NO. 25731** 

### **NOTICE OF REVISED EXHIBITS**

MRC Permian Company ("MRC"), applicant in the above referenced case, gives notice that it is filing the attached revised exhibits for acceptance into the record.

**MRC** *Revised* **Exhibit A** is an updated compulsory pooling checklist ("CPAC") that reflects the correct pool name and pool code.

MRC Revised Exhibit C is an updated landman statement that reflects the correct pool name and pool code.

MRC *Revised* Exhibit C-2 is an updated C-102 that reflects the correct pool name and pool code.

Respectfully submitted,

**HOLLAND & HART LLP** 

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Paula M. Vance

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ATTORNEYS FOR MRC PERMIAN COMPANY AND MATADOR PRODUCTION COMPANY

### BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING DECEMBER 18, 2025

**CASE No. 25731** 

TWINKLE 2601 FED COM #132H WELL

### LEA & EDDY COUNTIES, NEW MEXICO



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

APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNITS AND COMPULSORY POOLING, LEA AND EDDY COUNTIES, NEW MEXICO

**CASE NO. 25731** 

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- MRC Exhibit B: Application of MRC for Compulsory Pooling
- MRC Revised Exhibit C: Self-Affirmed Statement of Hawks Holder, Landman

o MRC Exhibit C-1: Overlap Exhibit

o MRC Revised Exhibit C-2: C-102

o MRC Exhibit C-3: Land Tract Map

o MRC Exhibit C-4: Ownership Breakdown

o MRC Exhibit C-5: Sample Well Proposal Letters with AFEs

MRC Exhibit C-6
 MRC Exhibit C-7
 Chronology of Contacts
 Evidentiary Notice Exhibit

• MRC Exhibit D: Self-Affirmed Statement of Andrew Parker, Geologist

o MRC Exhibit D-1: Locator Map

MRC Exhibit D-2: Subsea Structure Map
 MRC Exhibit D-3: Stratigraphic Cross-Section

- MRC Exhibit E: Self-Affirmed Statement of Notice
- MRC Exhibit F: Affidavit of Publication

| ALL INFORMATION IN THE APPLICATION MUS   | T BE SUPPORTED BY SIGNED AFFIDAVITS  |
|--|--|
| Case: 25731  | APPLICANT'S RESPONSE   |
| Date:  | December 18, 2025  |
| Applicant  | MRC Permian Company  |
| Designated Operator & OGRID (affiliation if applicable)  | Matador Production Company [OGRID 228937]  |
| Applicant's Counsel:   | Holland & Hart LLP   |
| Case Title:  | APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNITS AND COMPULSORY POOLING, LEA AND EDDY COUNTIES, NEW MEXICO  |
| Entries of Appearance/Intervenors:   | N/A  |
| Well Family  | Twinkle  |
| Formation/Pool   |  |
| Formation Name(s) or Vertical Extent:  | Bone Spring  |
| Primary Product (Oil or Gas):  | Oil  |
| Pooling this vertical extent:  | Bone Spring formation  |
| Pool Name and Pool Code:   | Salt Lake; Bone Spring [53560]   |
| Well Location Setback Rules:   | Statewide rules  |
| Spacing Unit   |  |
| Type (Horizontal/Vertical)   | Horizontal   |
| Size (Acres)   | 482.49 acres, more or less   |
| Building Blocks:   | 40 acres   |
| Orientation:   | Standup  |
|  | Township 20 South, Range 32 East, NMPM, Lea County, Ne Mexico, as well as Lots 4, 5, 12, & 13, the NW/4 SW/4, and the SW/4 SW/4 (W/2 W/2 equivalent) of irregular Section Township 21 South, Range 31 East, NMPM, Eddy County, New Mexico  |
| Standard Horizontal Well Spacing Unit (Y/N), If No, describe<br>and is approval of non-standard unit requested in this<br>application?             | Yes  |
| Other Situations   |  |
| Depth Severance: Y/N. If yes, description  | No   |
| Proximity Tracts: If yes, description  | No   |
| Proximity Defining Well: if yes, description   | N/A  |
| Applicant's Ownership in Each Tract  | Exhibit C-3  |
| Well(s)  |  |
| Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard) |  |
| Well #1  | Twinkle 2601 Federal Com 132H (API No. Pending) SHL: 1,402' FNL & 1,670' FWL (Unit F) of Section 26, T20S-R32E BHL: 110' FSL & 330' FWL (Unit M) of Section 1, T21S-R31E Completion Target: Bone Spring formation Well Orientation: Standup Completion Location expected to be: Standard |
| Horizontal Well First and Last Take Points   | Exhibit C-2  |
| Completion Target (Formation, TVD and MD)  | Exhibit C-5  |

| Drilling Supervision/Month \$   | \$10,000  |
|---|---|
| Production Supervision/Month \$   | \$1,000   |
| Justification for Supervision Costs   | Exhibit C                                       |
| Requested Risk Charge   | 200%  |
| Notice of Hearing   |   |
| Proposed Notice of Hearing  | Exhibit B                                       |
| Proof of Mailed Notice of Hearing (20 days before hearing)                          | Exhibit E                                       |
| Proof of Published Notice of Hearing (10 days before hearing)                       | Exhibit F                                       |
| Ownership Determination   |   |
| Land Ownership Schematic of the Spacing Unit  | Exhibit C-3 & C-4                               |
| Tract List (including lease numbers and owners)                                     | Exhibit C-3                                     |
| If approval of Non-Standard Spacing Unit is requested, Tract                        |   |
| List (including lease numbers and owners) of Tracts subject to notice requirements. | N/A   |
| Pooled Parties (including ownership type)   | Exhibit C-4                                     |
| Unlocatable Parties to be Pooled  | N/A   |
| Ownership Depth Severance (including percentage above &                             | IN/A  |
| below)  | N/A   |
| Joinder   |   |
| Sample Copy of Proposal Letter  | Exhibit C-5                                     |
| List of Interest Owners (ie Exhibit A of JOA)                                       | Exhibit C-4                                     |
| Chronology of Contact with Non-Joined Working Interests                             | Exhibit C-6                                     |
| Overhead Rates In Proposal Letter   | Exhibit C-5                                     |
| Cost Estimate to Drill and Complete   | Exhibit C-5                                     |
| Cost Estimate to Equip Well   | Exhibit C-5                                     |
| Cost Estimate for Production Facilities   | Exhibit C-5                                     |
| Geology   |   |
| Summary (including special considerations)  | Exhibit D                                       |
| Spacing Unit Schematic  | Exhibit D-1                                     |
| Gunbarrel/Lateral Trajectory Schematic  | Exhibit D-2                                     |
| Well Orientation (with rationale)   | Exhibit D                                       |
| Target Formation  | Exhibit D, D-3                                  |
| HSU Cross Section   | Exhibit D-3                                     |
| Depth Severance Discussion  | N/A   |
| Forms, Figures and Tables   |   |
| C-102   | Exhibit C-2                                     |
| Tracts  | Exhibit C-3                                     |
| Summary of Interests, Unit Recapitulation (Tracts)                                  | Exhibit C-3 & C-4                               |
| General Location Map (including basin)  | Exhibit D                                       |
| Well Bore Location Map  | Exhibit D-1                                     |
| Structure Contour Map - Subsea Depth  | Exhibit D-2                                     |
| Cross Section Location Map (including wells)  | Exhibit D-2                                     |
| Cross Section (including Landing Zone)  | Exhibit D-3                                     |
| Additional Information  |   |
| Special Provisions/Stipulations   | N/A   |
| CERTIFICATION: I hereby certify that the information provide                        | ded in this checklist is complete and accurate. |
| Printed Name (Attorney or Party Representative):                                    | Paula M. Vance                                  |
| Signed Name (Attorney or Party Representative):                                     | Pakhuh 12/11/2025                               |
| Date:   | 12/11/2025                                      |

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

APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF A STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, LEA AND EDDY COUNTIES, NEW MEXICO.

CASE NO. <u>25731</u>

#### **APPLICATION**

MRC Permian Company ("MRC" or "Applicant"), through its undersigned attorneys, files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order (a) approving a standard 482.49-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation underlying the E/2 SW/4 of Section 26 and the E/2 W/2 of Section 35, Township 20 South, Range 32 East, Lea County, New Mexico, as well as Lots 4, 5, 12, & 13, the NW/4 SW/4, and the SW/4 SW/4 (W/2 W/2 equivalent) of irregular Section 1, Township 21 South, Range 31 East, Eddy County, New Mexico; and (b) pooling the uncommitted interest owners in this acreage. In support of its application, MRC states:

- 1. Applicant is a working interest owner in the proposed overlapping horizontal well spacing unit and has the right to drill thereon.
- 2. Applicant seeks to designate Matador Production Company (OGRID No. 228937) as the operator of the proposed horizontal well spacing unit.
- 3. Applicant seeks to initially dedicate the above-referenced spacing unit to the proposed **Twinkle 2601 Federal Com 132H** well, to be horizontally drilled from a surface location in the SE/4 NW/4 (Unit F) of Section 26, T20S-R32E, with a first take point in the NE/4

SW/4 (Unit K) of Section 26, T20S-R32E, and a last take point in the SW/4 SW/4 (Unit M) of irregular Section 1, T21S-R31E.

- 4. This proposed standard horizontal well spacing unit will overlap the following existing horizontal well spacing unit in the Bone Spring formation:
  - An existing 640-acre spacing unit in the Bone Spring formation underlying All of Section 26, T20S-R32E, currently dedicated to the Snoddy Federal 020H (30-025-40447), Snoddy Federal 021H (30-025-40838), and Snoddy Federal 023H (30-025-40837), operated by Cimarex Energy Company ("Cimarex").
- 5. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject spacing unit.
- 6. The granting of this application will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on the November 13, 2025, hearing docket and after notice and hearing as required by law, the Division enter an order:

- A. Approving the overlapping, standard horizontal well spacing unit and pooling all uncommitted interest owners therein;
- B. Designating Matador Production Company as operator of this horizontal spacing unit and the horizontal well to be drilled thereon;
- C. Authorizing Applicant to recover its costs of drilling, completing, and equipping the well;

- D. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- E. Imposing a 200% charge for the risk assumed by Applicant in drilling and completing the well against any working interest owner who does not voluntarily participate in the drilling of the well.

Respectfully submitted,

**HOLLAND & HART LLP** 

Bv:

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505-983-6043 Facsimile
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pmvance@hollandhart.com

ATTORNEYS FOR MRC PERMIAN COMPANY AND MATADOR PRODUCTION COMPANY

CASE \_\_\_:

Application of MRC Permian Company for Approval of a Standard Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Lea and Eddy Counties, New Mexico. Applicant in the above-styled cause seeks an order (a) approving a standard 482.49-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation underlying the E/2 SW/4 of Section 26 and the E/2 W/2 of Section 35, Township 20 South, Range 32 East, Lea County, New Mexico, as well as Lots 4, 5, 12, & 13, the NW/4 SW/4, and the SW/4 SW/4 (W/2 W/2 equivalent) of irregular Section 1, Township 21 South, Range 31 East, Eddy County, New Mexico. Applicant seeks to initially dedicate the abovereferenced spacing unit to the proposed Twinkle 2601 Federal Com 132H well, to be horizontally drilled from a surface location in the SE/4 NW/4 (Unit F) of Section 26, T20S-R32E, with a first take point in the NE/4 SW/4 (Unit K) of Section 26, T20S-R32E, and a last take point in the SW/4 SW/4 (Unit M) of irregular Section 1, T21S-R31E. This proposed standard horizontal well spacing unit will overlap the following existing horizontal wells spacing unit in the Bone Spring formation:

An existing 640-acre spacing unit in the Bone Spring formation underlying All of Section 26, T20S-R32E, currently dedicated to the Snoddy Federal 020H (30-025-40447), Snoddy Federal 021H (30-025-40838), and Snoddy Federal 023H (30-025-40837), operated by Cimarex Energy Company ("Cimarex").

Also, to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling the proposed well. The subject area is located approximately 32 miles east of Carlsbad, New Mexico.

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

APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF A STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, LEA AND EDDY COUNTIES, NEW MEXICO.

**CASE NO. 25731** 

SELF-AFFIRMED STATEMENT OF HAWKS HOLDER

Hawks Holder, of lawful age and being first duly sworn, declares as follows:

1. My name is Hawks Holder. I work for MRC Energy Company, an affiliate of MRC

Permian Company ("MRC"), as an Area Land Manager.

2. I have previously testified before the New Mexico Oil Conservation Division as an

expert witness in petroleum land matters. My credentials as a petroleum landman have been

accepted by the Division and made a matter of public record.

3. I am familiar with the application filed by MRC in this case, and I am familiar with

the status of the lands in the subject area.

4. In this case, MRC is seeking an order (a) approving a standard 482.49-acre, more

or less, overlapping horizontal well spacing unit in the Bone Spring formation underlying the E/2

SW/4 of Section 26 and the E/2 W/2 of Section 35, Township 20 South, Range 32 East, Lea

County, New Mexico, as well as Lots 4, 5, 12, & 13, the NW/4 SW/4, and the SW/4 SW/4 of

irregular Section 1, Township 21 South, Range 31 East, Eddy County, New Mexico; and (b)

pooling the uncommitted interest owners in this acreage, and initially dedicate this spacing unit to

the proposed Twinkle 2601 Federal Com 132H well, to be horizontally drilled from a

surface location in the SE/4 NW/4 (Unit F) of Section 26, T20S-R32E, with a first take

BEFORE THE OIL CONSERVATION DIVISION

point in the NE/4 SW/4 (Unit K) of Section 26, T20S-R32E, and a last take point in the SW/4 SW/4 (Unit M) of irregular Section 1, T21S-R31E.

- 5. Attached as MRC Exhibit C-1 is a map showing the proposed spacing unit under this application and the existing spacing unit that it overlaps.
  - 6. MRC Exhibit C-2 contains a draft Form C-102 for the proposed initial well.
  - 7. MRC understands this will be placed in the SALT LAKE; BONE SPRING [53560]
- 8. The completed intervals for the proposed well will remain within the standard setbacks required by the statewide rules set forth in 19.15.16.15 NMAC.
- 9. **MRC Exhibit C-3** identifies the tracts of land comprising the proposed horizontal spacing unit. The land in the proposed spacing unit is comprised of federal lands.
- 10. MRC Exhibit C-4 identifies the working interest owner that MRC is seeking to pool, as well as the overriding royalty and record title owners that MRC seeks to pool. The first pages of Exhibit C-4 shows the parties MRC is seeking to pool on a unit basis. Behind the unit analysis, there are additional pages showing the working interest owners that MRC seeks to pool, on a tract by tract basis, along with their ownership interest in each of the tracts in the proposed horizontal spacing unit. The parties that MRC is seeking to pool are highlighted yellow.
  - 11. There are no depth severances within the Bone Spring formation for this acreage.
- 12. While MRC was working to put this unit together, MRC proposed the above well to the working interest party it seeks to pool. MRC Exhibit C-5 contains a copy of the well proposal letter that was sent to the working interest owner, along with the AFE that was sent for

the well. The costs reflected in the AFE are consistent with what other operators have incurred for drilling similar horizontal wells in the area.

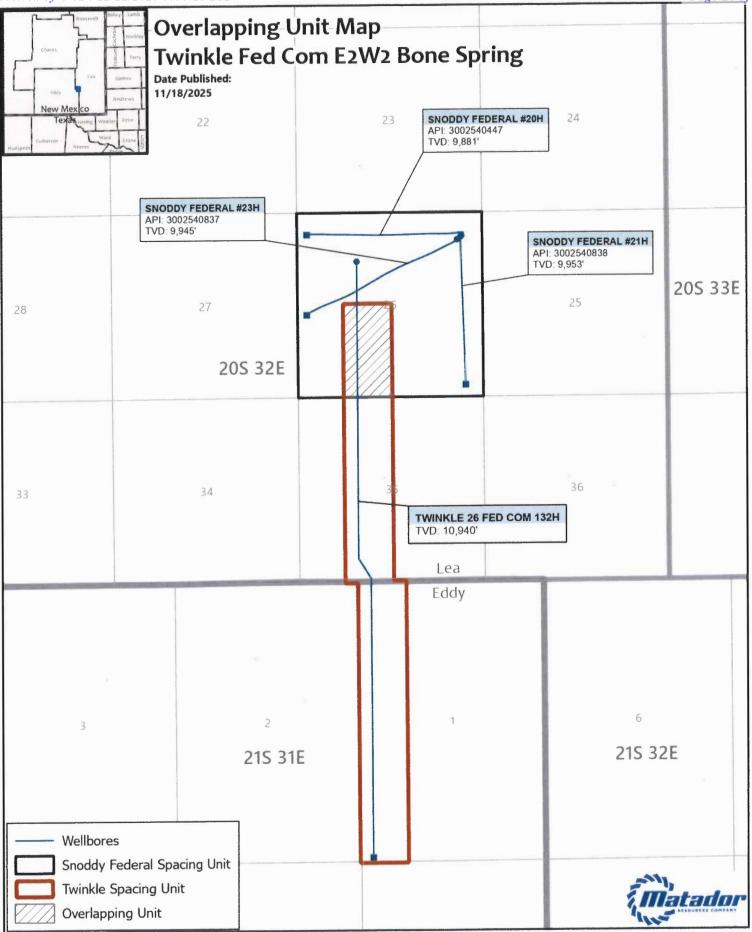
- 13. MRC Exhibit C-6 contains a summary of MRC's contacts with the uncommitted working interest owners we seek to pool in this case. As indicated on MRC Exhibit C-6, MRC has been able to contact and have discussions with the working interest owner we seek to pool. In my opinion, MRC has undertaken good faith efforts to reach an agreement with the uncommitted working interest owners that MRC seeks to pool in this case.
- 14. MRC has made an estimate of overhead and administrative costs for drilling and producing the proposed well. It is \$10,000/month while drilling, and \$1,000/month while producing. These costs are consistent with what other operators are charging in this area for these types of wells. MRC respectfully requests that these administrative and overhead costs be incorporated into any order entered by the Division in this case.
- 15. I provided MRC's outside counsel, Holland & Hart, a list of names and addresses for the parties that MRC is seeking to pool for whom MRC was able to locate an address or potential address, as well as those parties being notice of overlapping spacing unit purposes. In compiling this notice list, MRC conducted a diligent search of all public records in the county where the proposed wells are located, including computer searches.
- 16. MRC Exhibit C-7 contains a chart showing the owners being pooled as well as those owners who are not being pooled because they are already committed to the unit and the commitment type for those owners. MRC Exhibit C-7 also indicates, upon information and belief, the dates notice of this hearing was mailed to each party to be pooled and the date of notice by publication for this hearing, which is based on information provided by Matador's outside counsel at Holland and Hart who prepared and sent such notices.

- 17. MRC Exhibits C-1 through C-7 were either prepared by me or compiled under my direction and supervision.
- 18. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

| Hawks Holder | 11/18/2025 |
|--------------|------------|
| Hawks Holder | Date       |

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-1
Submitted by: Matador Production Company

Hearing Date: December 18, 2025 Case No. 25731



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GIS Standard Map Disclaimer:

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1:33,000 Project 1 inch equals 2,750 feet

Map Prepared by americo gamarra
Date November 18, 2025
Project <LINK>\\gis\UserData\agamarra\~projects\Commingling-Tract Maps\Commingling-Tract Maps april x-fut Maps april x-fu

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Revised Exhibit No. C-2
Submitted by: Matador Production Company
Hearing Date: December 18, 2025
Case No. 25731

Released to Imaging: 12/12/2025 4:37:11 PM

|  |  |   | 1  |   |  |   |                                     | 1               |  |                               |
|--|--|---|--|---|--|---|-------------------------------------|-----------------|--|-------------------------------|
|  |  |   | State of New Mexico ergy, Minerals & Natural Resources Department  |   |  |   | Revise                              | ed July 9, 2024 |  |                               |
| Via OCD Permitting  OIL CONSERVAT  |  |   | ION DIVISION   |   |  | Initial Submittal                                 |                                     |                 |  |                               |
|  |  |   |  |   |  | Submittal<br>Type:                                | Amended Report                      |                 |  |                               |
|  |  |   |  |   |  |   |                                     | Type.           | As Drilled                                 |                               |
|  |  | W   | ELL LC   | CATIO   | N AND AC   | REAGE DE  | EDICATION                           | PLAT            | •  |                               |
| API Number   |  |   | Pool Code  | 53560   | Pool N   | SALT ]  | LAKE; BON                           | IE SPRIN        | G  |                               |
| Property Code  |  | :   | Property Name  |   | TWINKLE  | 26 FED COM  | 1                                   |                 | Well Number                                | 132H                          |
| OGRID No.  | 228937   |   | Operator Name  |   | DOR PRODI  | JCTION COI  | MPANY                               |                 | Ground Level Elev                          | ration<br>3549'               |
| Surface Owner:   | State Fee  | Tribal <b>X</b> Federal   |  |   |  | Mineral Owner:                                    | State Fee Tribal                    | Federal         | <u> </u>                                   |                               |
|  |  |   |  |   | Surface  | Location  |                                     |                 |  |                               |
| UL or lot no.  | Section  | Township  | Range  | Lot Idn   |  | Feet from the E/W                                 | Latitude                            |                 | Longitude                                  | County                        |
| F  | 26   | 20-S  | 32-E   | -   | 1402' N  | 1670' W   | N 32.54756                          | 679 W 1         | 03.7400640                                 | LEA                           |
|  | I  |   | l  |   | Bottom Ho  | le Location                                       |                                     | I               |  |                               |
| UL or lot no.  | Section  | Township  | Range  | Lot Idn   | Feet from the N/S  | Feet from the E/W                                 | Latitude                            |                 | Longitude                                  | County                        |
| М  | 1  | 21-S  | 31-E   | -   | 110' S   | 330' W  | N 32.50067                          | 797 W 1         | 03.7389662                                 | EDDY                          |
| D. F I.  | Ir en De   | · wulne   | W. H. A. D.  |   |  | Io 1 : 0 :  | II '- GIAD                          | la ri           | . 10 1                                     |                               |
| Dedicated Acres  |  | ining Well Defin  | ing Well API<br>Na   | Α   |  | Overlapping Spacing Unit (Y/N)  Consolidated Code |                                     |                 |  |                               |
| 482.49   |  | iing -  | 1 17   | · <b>.</b>  |  | N O Well Setbacks are under Common Ownership:     |                                     |                 |  |                               |
| Order Numbers  | NA   |   |  |   |  | Well Setbacks are un                              | nder Common Ownershi                | p: XYes N       | 0  |                               |
|  |  |   |  | •   |  | oint (KOP)  |                                     |                 |  |                               |
| UL or lot no.  | Section<br>26  | Township<br>20-S  | Range<br>32-E  | Lot Idn   | Feet from the N/S 2588' S  | Feet from the E/W                                 | Latitude<br>N 32.54403              | 005   1/1/1     | Longitude 03.7401229                       | County<br>LEA                 |
|  | 20   | 20-3  | 32-E   | -   | 2300 3   | 1033 VV   | 11 32.34400                         | 000   00        | 03.7401229                                 | LEA                           |
|  |  |   |  |   |  | Point (FTP)                                       |                                     |                 |  |                               |
| UL or lot no.  | Section  | Township  | Range  | Lot Idn   | Feet from the N/S  | Feet from the E/W                                 | Latitude                            |                 | Longitude                                  | County                        |
| K  | 26   | 20-S  | 32-E   | -   | 2538' S  | 1653' W   | N 32.54390                          | ייי אין דיינ    | 03.7401229                                 | LEA                           |
|  |  |   |  |   | Last Take l  | Point (LTP)                                       |                                     |                 |  |                               |
| UL or lot no.  | Section  | Township  | Range  | Lot Idn   |  | Feet from the E/W                                 | Latitude                            |                 | Longitude                                  | County                        |
| M  | 1  | 21-S  | 31-E   | -   | 110' S   | 330' W  | N 32.50067                          | 797   W 1       | 03.7389662                                 | EDDY                          |
|  |  |   |  |   |  |   |                                     |                 |  |                               |
| Unitized Area or A Pending   | rea of Uniform I   | ntrest  |  | Spacing Unity   | Type Horizonta   | al Vertical                                       | Ground                              | Floor Elevation | 3577'                                      |                               |
| r criding  |  |   |  |   |  |   |                                     |                 | 3311                                       |                               |
| OPERATO  | OR CERTII  | FICATION  |  |   |  | SURVEYOR  | RS CERTIFICA                        | TION            |  |                               |
| best of my kr<br>that this orga<br>in the land i<br>well at this la<br>or unleased m   | nowledge and nization eithe ncluding the ocation pursuitineral interes | belief; and, if<br>er owns a wori<br>proposed botton<br>ant to a contro | the well is a cing interest in hole location or the control of the | vertical or o<br>or unleased r<br>or has a ri<br>wner of a wo | complete to the directional well, nineral interest ght to drill this rking interest r a compulsory | notes of actual                                   | sarvey made by need to the track of | ne or under m   | this plat was plotte<br>y supervision, and | d from field<br>that the same |
| If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division. |  |   |  | PHO 2   | 75725 Ki   |   |                                     |                 |  |                               |
| $\mid  \nu$  | Pebbie Cre   | red   | 12/4/20  | 25  |  |   | WAL SO                              |                 |  |                               |
| Signature  |  |   | Date   |   |  | Signature and Seal of                             | of Professional Surveyo             | r Dat           | e  |                               |
|  | ebbie Cre  | eed   |  |   |  | 0.15  | 1 <u></u>                           |                 |  |                               |
| Print Name   | ehhie cre  | ed@mata   | dorresou   | rces com  |  | Certificate Number                                | Date o                              | f Survey        |  |                               |
| debbie.creed@matadorresources.com  E-mail Address  |  |   |  |   |  |   | 02/04/2025                          |                 |  |                               |

| C-102 Submit Electronically  |                                   | State of New<br>Energy, Minerals & Natura |   |               | al Resources             | l Resources Department                          |   | Revised July 9, 2024   |                          |  |
|--|-----------------------------------|---|---|---------------|--------------------------|---|---|--|--------------------------|--|
| Via OCD Permit   |                                   |   | (                                       | OIL CO        | NSERVA                   | TION DIVI                                       | SION  |  | Initial Submittal        |  |
|  |                                   |   |   |               |                          |   | Submitta<br>Type:                                   | Amended Report   |                          |  |
|  |                                   |   | _                                       | .,            |                          |   |   |  | As Drilled               |  |
|  |                                   | V   |   | CATIO         |                          | CREAGE DI                                       | EDICATIO  | N PLAT   |                          |  |
| API Number   |                                   |   |   | 98232         | Pool                     | WC-01   | 5 G-06 S20  | 3127G; E   |                          |  |
| Property Code  |                                   |   | Property Name                           |               | TWINKLE                  | 26 FED COM                                      | И   |  | Well Number              | 132H   |
| OGRID No.  | 228937                            |   | Operator Name                           | MATAI         | DOR PROI                 | DUCTION CO                                      | MPANY   |  | Ground Level Elev        | 3549'  |
| Surface Owner:   | State Fee                         | Tribal <b>X</b> Federal                   |   |               |                          | Mineral Owner: 🔀                                | State Fee Tribal                                    | Federal  |                          |  |
|  |                                   |   |   |               | Surface                  | e Location                                      |   |  |                          |  |
| UL or lot no.  | Section                           | Township                                  | Range                                   | Lot Idn       | Feet from the N/         | S Feet from the E/W                             | Latitude  |  | Longitude                | County   |
| F  | 26                                | 20-S                                      | 32-E                                    | -             | 1402' N                  | 1670' W   | N 32.5475   | 679 W  | 103.7400640              | LEA  |
| , TH.  | 0.3                               | T- 1                                      | P                                       | 7 . 1 1       | Bottom H                 | ole Location                                    | Latitude  |  | familia.                 | C  |
| UL or lot no.  | Section<br>1                      | Township                                  | Range<br>31-E                           | Lot Idn       | 110' S                   | 330' W  | N 32.5006   | 707   \  | Longitude<br>103.7389662 | County<br>EDDY   |
| M  |                                   | 21-S                                      | 31-6                                    | -             | 110 5                    | 330 VV  | N 32.3000   | 797 VV   | 103.7369002              | EDD1   |
| Dedicated Acres  | Infill or Defi                    | ning Well Defini                          | ng Well API                             |               |                          | Overlapping Spacing                             | g Unit (Y/N)  | Consoli  | dated Code               |  |
| 242.49   | Defin                             | ing -                                     | N                                       | 4             |                          |   | N O   |  |                          |  |
|  | NA                                | <u> </u>                                  |   |               |                          | Well Setbacks are un                            | Well Setbacks are under Common Ownership:   ▼Yes No |  |                          |  |
| L  |                                   |   | ***                                     |               | Kick Off                 | Point (KOP)                                     | -   | Ar.  |                          |  |
| UL or lot no.  | Section                           | Township                                  | Range                                   | Lot Idn       |                          | Feet from the E/W                               | Latitude  |  | Longitude                | County   |
| К  | 26                                | 20 <b>-</b> S                             | 32-E                                    | -             | 2588' S                  | 1653' W   | N 32.5440   | 385 W  | 103.7401229              | LEA  |
|  |                                   |   |   |               | First Take               | Point (FTP)                                     |   |  |                          |  |
| UL or lot no.  | Section                           | Township                                  | Range                                   | Lot Idn       |                          | Feet from the E/W                               | Latitude  |  | Longitude                | County   |
| K  | 26                                | 20-S                                      | 32-E                                    | -             | 2538' S                  | 1653' W   | N 32.5439   | 011   W  | 103.7401229              | LEA  |
|  |                                   |   |   |               | Last Take                | Point (LTP)                                     |   | 1  |                          |  |
| UL or lot no.  | Section                           | Township                                  | Range                                   | Lot Idn       | Feet from the N/S        | Feet from the E/W                               | Latitude  |  | Longitude                | County   |
| М  | 1                                 | 21-S                                      | 31-E                                    | -             | 110' S                   | 330' W  | N 32.5006   | 797 W  | 103.7389662              | EDDY   |
|  |                                   |   |   |               |                          |   |   |  |                          |  |
| Unitized Area or A<br>W2W2 Se  | rea of Uniform Ir<br>c. 1 T21S-R3 |   |   | Spacing Unity | Type Horizon             | ntal Vertical                                   | Ground  | Floor Elevation  | 3577'                    |  |
|  |                                   |   |   |               |                          |   |   |  |                          |  |
|  | OR CERTIF                         |   |   |               |                          | SURVEYOR  | RS CERTIFICA  | TION   |                          | -  |
| I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief; and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. |                                   |   | notes is all all is true the correction | Sarv Sary by  | me or under a my belief. | n this plat was plotte<br>my supervision, and t | nat the same  |  |                          |  |
| If this well is a horizontal well, I further certify that this organization has received The consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.   |                                   |   | 3                                       | 1 18<br>15/25 | +                        |   |   |  |                          |  |
| Debbie Creed 7/8/2025  |                                   |   |   | 200           | WIL SUR                  |   |   | 2 m  |                          |  |
| Signature  | 11: 6                             | 1   | Date                                    | <u></u>       |                          | Signature and Seal of                           | of Professional Survey                              | or Da  | ate                      | TO TO THE PERSON NAMED IN COLUMN NAMED IN COLU |
| Print Name   | bbie Cre                          | ed  |   |               |                          | Certificate Number                              | Date  | of Survey  |                          |  |
|  | ebbie.cree                        | ed@matac                                  | lorresour                               | ces.com       |                          | Common Humber                                   | Date  | 02/04/202  | 5                        | S. S   |
| debbie.creed@matadorresources.com  E-mail Address  |                                   |   |   | -             |                          |   |   | No. of the last of |                          |  |

| <u>12/11/2025 3:08:23 PM</u><br><u>C-102</u>   | State of New Mexico Energy, Minerals & Natural Resources Department  | Revised July 9, 2024 |
|--|--|----------------------|
| Submit Electronically Via OCD Permitting   | OIL CONSERVATION DIVISION Su   | dbmittal             |
| Property Name and Well Number  | TWINKLE 26 FED COM 132H  |                      |
| NAD27   Y=6502620   NAD27   Y=6502620   NAD27   Y=552148.5   NAD38   NAD38 | Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION  Su TWINKLE 26 FED COM 132H  TWINKLE 26 FED COM 132H  157  1657  1657  178  1885 | Initial Submittal    |
|  | 331 - DP1 AZ = 147.41 667.6 DP2  |                      |

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-3
Submitted by: Matador Production Company

Hearing Date: December 18, 2025 Case No. 25731



**1:25,000**1 inch equals 2,083 feet

Map Prepared by Lillian yeargins
Date April 9, 2025
Project \\gis\\UserData\\yeargins\- projects\Pooling Hearings\Pooling Hearings\Pooling Hearings\Pooling Hearings\Pooling Hearings\Pooling Hearings\Pooling Teat
Sources IHS ESRI, US DOI BLM Carisbad, NM Field Office, GIS Department,
Texas Cooperative Wildlife Collection, Texas ASM University,
United States Census Bureau (TIGER).

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-4
Submitted by: Matador Production Company

Hearing Date: December 18, 2025 Case No. 25731

| E2W2 Bone Sprii                            | ng Twinkle Fed | Com   |          |  |  |  |
|--|----------------|-------|----------|--|--|--|
| MRC Permian                                |                | 84.   | 8009%    |  |  |  |
| Voluntary Joinder                          |                | 6.9   | 6.9514%  |  |  |  |
| Owner                                      | Description    | Tract | Interest |  |  |  |
| Foran Oil Company                          | WI             | 1     | 4.4643%  |  |  |  |
| DOW Chemical Co.                           | WI             | 1     | 2.4871%  |  |  |  |
| Compulsary Pool                            |                | 8.2   | 477%     |  |  |  |
| Owner                                      | Description    | Tract | Interest |  |  |  |
| Permian Resources Operating LLC            | WI             | 1     | 8.2477%  |  |  |  |
| Hutchings Oil Co.                          | ORRI           |       |          |  |  |  |
| Morgan, Frank & Robin                      | ORRI           |       |          |  |  |  |
| Susan S. Murphy Marital Trust UTA 11/15/12 | ORRI           |       |          |  |  |  |
| Mark B. Murphy Irrev. Trust UTA 12/11/12   | ORRI           |       |          |  |  |  |
| Snoddy Oil & Gas Trust                     | ORRI           |       |          |  |  |  |
| Sydney Investments, LP                     | ORRI           |       |          |  |  |  |
| Hidden Hills Minerals, LLC                 | ORRI           |       |          |  |  |  |
| Topsey, LLC                                | ORRI           |       |          |  |  |  |
| Titus Oil & Gas Production, LLC            | Record Title   | 1, 2  |          |  |  |  |

|                                 | pring Twinkle Fed Com<br>se No. 25304 |                           |
|---------------------------------|---------------------------------------|---------------------------|
| Tract 1 (80 acres)              | Net Mineral Acres                     | Working Interest in Tract |
| Permian Resources Operating LLC | 39.78                                 | 49.7188%                  |
| MRC Permian Company             | 6.69                                  | 8.3582%                   |
| Foran Oil Company               | 21.54                                 | 26.9231%                  |
| DOW Chemical Co.                | 12.00                                 | 15.0000%                  |

| Tract 3 (160 acres) | Net Mineral Acres | Working Interest in Tract |
|---------------------|-------------------|---------------------------|
| MRC Permian Company | 160.00            | 100.0000%                 |

| Tract 4 (242.49 acres) | Net Mineral Acres | Working Interest in Tract |
|------------------------|-------------------|---------------------------|
| MRC Permian Company    | 242.49            | 100.0000%                 |

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-5

Submitted by: Matador Production Company Hearing Date: December 18, 2025 Case No. 25731

### **Matador Production Company**

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Cell 806.282.6846 • Office 972.619.4336 • Fax 972-371-5201 hawks.holder@matadorresources.com

Hawks Holder Area Land Manager

September 3<sup>rd</sup>, 2025

VIA CERTIFIED RETURN RECEIPT MAIL

Permian Resources Operating, LLC 300 N. Marienfeld St., Suite 1000 Midland, TX 79701

Re:

Twinkle 2601 Fed Com #101H, #102H, #103H, #104H, #111H, #112H, #113H, #114H, #141H, #143H, #144H, #121H, #122H, #123H, #151H, #153H, #154H, #131H, #132H, #133H, #134H, #201H, #202H, #203H & #204H (the "Wells")

Participation Proposal

The S/2 of Section 26, Township 20 South, Range 32 East All of Section 35, Township 20 South, Range 32 East

Lots 1, 8, 9, & 16, and the E/2SE/4 (being the E/2E/2) of Section 2, Township 21 South, Range 31 East

Lots 2, 3, 4, 5, 6, 7, 10, 11, 12, 13, 14, & 15, and the SW/4, W/2SE/4 (being the W/2 and W/2E/2) of Section 1, Township 21 South, Range 31 East

Lea and Eddy Counties, New Mexico

Dear Sir/Madam:

MRC Permian Company ("MRC") proposes the drilling of Matador Production Company's above-referenced Wells, located in the S/2 of Section 26, Township 20 South, Range 32 East, All of Section 35, Township 20 South, Range 32 East, Lots 1, 8, 9, & 16, and the E/2SE/4 (being the E/2E/2) of Section 2, Township 21 South, Range 31 East, Lots 2, 3, 4, 5, 6, 7, 10, 11, 12, 13, 14, & 15, and the SW/4, W/2SE/4 (being the W/2 and W/2E/2) of Section 1, Township 21 South, Range 31 East, and Lea and Eddy Counties, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each Well is itemized on the twenty-five (25) enclosed Authority for Expenditures ("AFE") dated August 20, 2025 and August 25, 2025.
- Twinkle 2601 Fed Com #101H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 330' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 990' FEL of Section 2-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Avalon (~8,400' TVD) to a Measured Depth of approximately 23,984'.
- Twinkle 2601 Fed Com #102H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 1,650' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 330' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Avalon (~8,400' TVD) to a Measured Depth of approximately 23,984'.

- Twinkle 2601 Fed Com #103H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 2,310' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,650' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Avalon (~8,400' TVD) to a Measured Depth of approximately 23,984'.
- Twinkle 2601 Fed Com #104H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 990' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 2,310' FEL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Avalon (~8,400' TVD) to a Measured Depth of approximately 23,984'.
- Twinkle 2601 Fed Com #111H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 330' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 990' FEL of Section 2-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,020' TVD) to a Measured Depth of approximately 24,604'.
- Twinkle 2601 Fed Com #112H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 1,650' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 330' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,020' TVD) to a Measured Depth of approximately 24,604'.
- Twinkle 2601 Fed Com #113H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 2,310' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,650' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,020' TVD) to a Measured Depth of approximately 24,604'.
- Twinkle 2601 Fed Com #114H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 990' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 2,310' FEL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,020' TVD) to a Measured Depth of approximately 24,604'.
- Twinkle 2601 Fed Com #141H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 990' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 330' FEL of Section 2-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,550' TVD) to a Measured Depth of approximately 25,134'.
- Twinkle 2601 Fed Com #143H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 2,310' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,650' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,550' TVD) to a Measured Depth of approximately 25,134'.

- Twinkle 2601 Fed Com #144H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 660' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,980' FEL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,550' TVD) to a Measured Depth of approximately 25,134'.
- Twinkle 2601 Fed Com #121H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 330' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 990' FEL of Section 2-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,900' TVD) to a Measured Depth of approximately 25,484'.
- Twinkle 2601 Fed Com #122H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 1,980' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 660' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,900' TVD) to a Measured Depth of approximately 25,484'.
- Twinkle 2601 Fed Com #123H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 1,650' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 2,310' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,900' TVD) to a Measured Depth of approximately 25,484'.
- Twinkle 2601 Fed Com #151H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 990' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 330' FEL of Section 2-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,270' TVD) to a Measured Depth of approximately 25,854'.
- Twinkle 2601 Fed Com #153H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 2,310' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,650' FEL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,270' TVD) to a Measured Depth of approximately 25,854'.
- Twinkle 2601 Fed Com #154H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 660' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,980' FEL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,270' TVD) to a Measured Depth of approximately 25,854'.

- Twinkle 2601 Fed Com #131H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 330' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 990' FEL of Section 2-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,940' TVD) to a Measured Depth of approximately 26,524'.
- Twinkle 2601 Fed Com #132H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 1,650' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 330' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,940' TVD) to a Measured Depth of approximately 26,524'.
- Twinkle 2601 Fed Com #133H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 2,310' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,650' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,940' TVD) to a Measured Depth of approximately 26,524'.
- Twinkle 2601 Fed Com #134H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 990' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 2,310' FEL of Section 1-21S-31E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,940' TVD) to a Measured Depth of approximately 26,524'.
- Twinkle 2601 Fed Com #201H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 990' FWL of Section 26-20S-32E and a proposed last take point 100' FSL and 330' FEL of Section 2-21S-31E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,075' TVD) to a Measured Depth of approximately 26,659'.
- Twinkle 2601 Fed Com #202H: to be drilled from a legal location with a proposed surface hole location in the SE/4NW/4 of Section 26-20S-32E, with a proposed first take point 2,540° FSL and 2,310° FWL of Section 26-20S-32E and a proposed last take point 100° FSL and 990° FWL of Section 1-21S-31E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,075° TVD) to a Measured Depth of approximately 26,659°.
- Twinkle 2601 Fed Com #203H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 1,650' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 2,310' FWL of Section 1-21S-31E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,075' TVD) to a Measured Depth of approximately 26,659'.
- Twinkle 2601 Fed Com #204H: to be drilled from a legal location with a proposed surface hole location in the SE/4NE/4 of Section 26-20S-32E, with a proposed first take point 2,540' FSL and 330' FEL of Section 26-20S-32E and a proposed last take point 100' FSL and 1,650' FEL of Section 1-21S-31E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,075' TVD) to a Measured Depth of approximately 26,659'.

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MRC reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. MRC will advise you of any such modifications.

MRC requests that you indicate your election to participate in the drilling and completion of the Wells in the space provided below, sign and return one (1) copy of this letter to the undersigned.

MRC is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement dated August 1, 2025, covering the S/2 of Section 26, Township 20 South, Range 32 East, All of Section 35, Township 20 South, Range 32 East, Lots 1, 8, 9, & 16, and the E/2SE/4 (being the E/2E/2) of Section 2, Township 21 South, Range 31 East, Lots 2, 3, 4, 5, 6, 7, 10, 11, 12, 13, 14, & 15, and the SW/4, W/2SE/4 (being the W/2 and W/2E/2) of Section 1, Township 21 South, Range 31 East, Lea and Eddy Counties, New Mexico, and has the following general provisions. MRC will be following up with a revised copy of the JOA.

- 100/300/300 Non-consenting penalty
- \$10,000/\$1,000 Drilling and Producing rate
- Matador Production Company named as Operator

If your election is to participate in the drilling and completion of the Wells, please sign and return a copy of the enclosed AFEs within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the Wells, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. Please contact me if you have any questions.

Sincerely,

MRC PERMIAN COMPANY

Hawks Holder

#### Permian Resources Operating, LLC hereby elects to:

| <br>Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #101H</b> well. |
|--|
| <br>Not to participate in the Twinkle 2601 Fed Com #101H   |
| <br>Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matadon  |
| Production Company's Twinkle 2601 Fed Com #102H well.  |
| <br>Not to participate in the Twinkle 2601 Fed Com #102H   |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador  |
| Production Company's Twinkle 2601 Fed Com #103H well.  |
| <br>Not to participate in the Twinkle 2601 Fed Com #103H   |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador  |
| Production Company's Twinkle 2601 Fed Com #104H well.  |
| <br>Not to participate in the Twinkle 2601 Fed Com #111H   |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador  |
| Production Company's Twinkle 2601 Fed Com #111H well.  |
| Not to participate in the Twinkle 2601 Fed Com #111H   |

|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #112H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #112H</b> |
|---|---|
| _ | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #113H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #113H</b> |
| _ | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #114H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #114H</b> |
| _ | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #141H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #141H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #143H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #143H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #144H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #144H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #121H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #121H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #122H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #122H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #123H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #123H</b> |
| _ | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Twinkle 2601 Fed Com #151H well.  Not to participate in the Twinkle 2601 Fed Com #151H               |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #153H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #153H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #154H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #154H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #131H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #131H</b> |
|   | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's <b>Twinkle 2601 Fed Com #132H</b> well.  Not to participate in the <b>Twinkle 2601 Fed Com #132H</b> |

|               | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador   |
|---------------|---|
|               | Production Company's Twinkle 2601 Fed Com #133H well.  Not to participate in the Twinkle 2601 Fed Com #133H |
|               | _Not to participate in the 1 winkle 2001 Fed Com #133H  |
|               | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador   |
|               | Production Company's Twinkle 2601 Fed Com #134H well.   |
|               | _Not to participate in the Twinkle 2601 Fed Com #134H   |
|               | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador   |
|               | Production Company's Twinkle 2601 Fed Com #201H well.   |
|               | _Not to participate in the Twinkle 2601 Fed Com #201H   |
|               | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador   |
|               | Production Company's Twinkle 2601 Fed Com #202H well.   |
|               | _Not to participate in the Twinkle 2601 Fed Com #202H   |
|               | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador   |
|               | Production Company's Twinkle 2601 Fed Com #203H well.   |
|               | _Not to participate in the Twinkle 2601 Fed Com #203H   |
|               | Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador   |
|               | Production Company's Twinkle 2601 Fed Com #204H well.   |
|               | _Not to participate in the Twinkle 2601 Fed Com #204H   |
| <u>Permia</u> | n Resources Operating, LLC  |
| Ву:           |   |
| Title         |   |
| Title.        | <u> </u>  |
| Date: _       |   |
| Contact       | Number:   |

#### MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240 Phone (972) 371-5200 • Fax (972) 371-5201

| ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE                     |  |  |  |  |  |  |
|---|--|--|--|--|--|--|
| August 20, 2025   | AFE NO.:   |  |  |  |  |  |
| Twinkle 2601 Fed Com 132H   | FIELD:   |  |  |  |  |  |
| Sec. 26 20S-32E & Sec. 1 21S-31E  | MD/TVD:  | 26,524'/10,940'  |  |  |  |  |
| Lea & Eddy County, NM   | LATERAL LENGTH:  | 15,117   |  |  |  |  |
|   |  |  |  |  |  |  |
| Third Bone Spring   |  |  |  |  |  |  |
| Drill and complete a horizontal 3.0-mile long Third Bone Spring Sand to | arget.   |  |  |  |  |  |
|   | August 20, 2025 Twinkle 2601 Fed Com 132H Sec. 26 205-32E & Sec. 1 21S-31E Lea & Eddy County, NM Third Bone Spring | August 20, 2025         AFE NO.:           Twinkle 2601 Fed Com 132H         FIELD:           Sec. 26 20S-32E & Sec. 1 21S-31E         MD/TVD:           Lea & Eddy County, NM         LATERAL LENGTH; |  |  |  |  |

|                                   |                | DRILLING                              | COMPLETION | PRODUCTION |                | TOTAL      |
|-----------------------------------|----------------|---------------------------------------|------------|------------|----------------|------------|
| INTANGIBLE COSTS                  |                | COSTS                                 | COSTS      | COSTS      | FACILITY COSTS | COSTS      |
| Land / Legal / Regulatory         | 5              | 75,000                                | \$         | 2          | \$ 10,000      | \$ 85,000  |
| Location, Surveys & Damages       | ·              | 180.333                               | 13,000     | 15,000     | 15,625         | 223,958    |
| Drilling                          | -              | 1,272,650                             |            |            |                | 1,272,650  |
| Cementing & Float Equip           |                | 364,069                               |            |            | -              | 364,069    |
| Logging / Formation Evaluation    | _              | 304,003                               | 3,750      | 3,000      |                | 6,750      |
| Flowback - Labor                  | -              |                                       | 0,100      | 42,400     |                | 42,400     |
| Flowback - Surface Rentals        | -              |                                       |            | 127,850    |                | 127,850    |
| Flowback - Rental Living Quarters | -              |                                       |            | 40,000     |                | 40,000     |
| Mud Logging                       | -              | 30,450                                |            | 40,000     |                | 30,450     |
|                                   | _              |                                       |            |            |                | 194,100    |
| Mud Circulation System            | -              | 194,100                               | 56,000     | 25 200     |                |            |
| Mud & Chemicals                   | _              | 545,000                               | 56,000     | 25,000     |                | 626,000    |
| Mud / Wastewater Disposal         | _              | 305,000                               |            |            | 1,000          | 306,000    |
| Freight / Transportation          | -              | 28,800                                | 37,875     | 7,000      |                | 73,675     |
| Rig Supervision / Engineering     | _              | 187,200                               | 81,600     | 6,000      | 7,200          | 282,000    |
| Drill Bits                        | _              | 176,200                               |            |            | _              | 176,200    |
| Fuel & Power                      |                | 255,000                               | 432,186    | 15,000     |                | 702,186    |
| Water                             |                | 87,500                                | 869,215    | 3,000      | 1,000          | 960,715    |
| Drig & Completion Overhead        |                | 19,500                                |            |            |                | 19,500     |
| Plugging & Abandonment            | _              | -                                     |            |            | -              |            |
| Directional Drilling, Surveys     | -              | 381,312                               |            |            | -              | 381,312    |
| Completion Unit, Swab, CTU        |                |                                       | 200,000    | 9,000      |                | 209,000    |
| Perforating, Wireline, Slickline  | -              | -                                     | 235,540    | -          | -              | 235,540    |
| High Pressure Pump Truck          | -              | -                                     | 91,200     | 6,000      |                | 97.200     |
| Stimulation                       | -              |                                       | 3,134,965  |            | -              | 3,134,965  |
| Stimulation Flowback & Disp       | -              |                                       | 15,500     | 131,250    |                | 146,750    |
| Insurance                         | -              | 46,417                                | 15,500     | 101,200    |                | 46,417     |
|                                   | -              | 298,500                               | 58,000     | 45,000     | 5.000          | 406.500    |
| Labor                             | -              |                                       | 317,168    | 35,000     | 10,000         | 537,338    |
| Rental - Surface Equipment        | -              | 175,170                               |            | 35,000     | 10,000         |            |
| Rental - Downhole Equipment       |                | 265,198                               | 86,000     |            | -              | 351,198    |
| Rental - Living Quarters          | **             | 66,380                                | 31,408     |            | 5,000          | 102,788    |
| Contingency                       | _              | 349,064                               | 252,844    | 51,050     | 5,483          | 658,440    |
| Operations Center                 | -              | 32,844                                |            | -          | -              | 32,844     |
| TOTAL                             | INTANGIBLES >  | 5,335,687                             | 5,916,250  | 561,550    | 60,308         | 11,873,79  |
|                                   |                | DRILLING                              | COMPLETION | PRODUCTION |                | TOTAL      |
| TANGIBLE COSTS                    |                | COSTS                                 | COSTS      | COSTS      | FACILITY COSTS | COSTS      |
| Surface Casing                    | \$             | 166,200                               | \$         | \$ -       | \$             | \$ 166,200 |
| Intermediate Casing               | -              | 154,480                               |            | -          |                | 154,480    |
| Drilling Liner                    | -              | 180.900                               |            | -          | -              | 180,900    |
| Production Casing                 | ~              | 754,415                               |            |            | _              | 754,415    |
| Production Liner                  | -              | 100,000                               |            |            |                | -          |
| Tubing                            | -              |                                       |            | 139,000    |                | 139,000    |
| Wellhead                          | -              | 101,000                               |            | 70,000     | -              | 171,000    |
| Packers, Liner Hangers            | -              | 101,000                               | 72,581     | 70,000     |                | 72,581     |
| Tanks                             | -              |                                       | /2,381     |            | 65 000         | 65,000     |
|                                   | -              | · · · · · · · · · · · · · · · · · · · |            | -          | 165,438        | 165,438    |
| Production Vessels                |                |                                       |            |            |                |            |
| Flow Lines                        | 2              | *                                     |            |            | 120,000        | 120,000    |
| Rod string                        | _              | -                                     |            |            | P              |            |
| Artificial Lift Equipment         |                |                                       |            | 365,000    | -              | 365,000    |
| Compressor                        | _              |                                       |            |            | 40,625         | 40,625     |
| Installation Costs                | _              | -                                     |            | •          | 75,000         | 75,000     |
| Surface Pumps                     |                | -                                     |            | 5,000      | 20,625         | 25,625     |
| Non-controllable Surface          | _              | -                                     |            | -          | 2,000          | 2,000      |
| Non-controllable Downhole         | -              |                                       |            | -          | ~              | -          |
| Downhole Pumps                    | _              | -                                     |            | -          | -              | *          |
| Measurement & Meter Installation  | -              |                                       |            | 11,000     | 61,875         | 72,875     |
| Gas Conditioning / Dehydration    | -              |                                       |            |            |                | -          |
| Interconnecting Facility Piping   | -              | -                                     |            |            | 62,500         | 62,500     |
| Gathering / Bulk Lines            | -              |                                       |            |            |                | - 02,000   |
| Valves, Dumps, Controllers        | -              |                                       |            | -          |                |            |
|                                   |                |                                       |            | -          | 9,375          | 9,375      |
| Tank / Facility Containment       | -              |                                       |            |            |                |            |
| Flare Stack                       |                | · · · · · · · · · · · · · · · · · · · |            |            | 33,750         | 33,750     |
| Electrical / Grounding            | _              |                                       |            | 60,000     | 50,000         | 110,000    |
| Communications / SCADA            | _              | -                                     |            | 12,000     | 12,500         | 24,500     |
| Instrumentation / Safety          |                |                                       |            | -          | 33,750         | 33,750     |
|                                   | AL TANIOURI FO | 4 550 505                             | 72,581     | 662,000    | 752,438        | 2,844,01   |
| TOTA                              | AL TANGIBLES > | 1,356,995                             | 72,301     | 862,000    | 132,438        | 2,044,014  |

|                       | TOTAL GOSTS >    | 0,032,003                 | 3,300,031 | 1,220,000 | 012,145 | 17, |
|-----------------------|------------------|---------------------------|-----------|-----------|---------|-----|
| ED BY MATADOR PRO     | DUCTION COMPANY: |                           |           |           |         |     |
|                       |                  | 1120.0000                 | M         |           |         |     |
| Drilling Engineer.    | 88               | Team Lead -WTX/N          | Μ         |           |         |     |
| Completions Engineer: | JH               |                           | TW        |           |         |     |
| Production Engineer:  | GL               |                           |           |           |         |     |
| R RESOURCES COMP      | ANY APPROVAL:    |                           |           |           |         |     |
| President             | ANY APPROVAL:    | EVP, Geoscien             | ce        |           |         |     |
|                       | ANY APPROVAL:    | EVP, Geoscien             | ce        |           |         |     |
|                       | vs               | EVP, Geoscien<br>EVP, Lai | NLF<br>nd |           |         |     |
| President             |                  |                           | NLF       |           |         |     |
| President             | vs               |                           | NLF<br>nd |           |         |     |

| NON OPERATING PARTNER APPROVAL: |                      |               |
|---------------------------------|----------------------|---------------|
| Company Name:                   | Working Interest (%) | Tax ID:       |
| Signed by.                      | Date:                |               |
| Title:                          | Approval Yes         | No (mark one) |
|                                 |                      |               |

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ceptable to the Operator by the date of spi

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-6
Submitted by: Matador Production Company
Hearing Date: December 18, 2025

Case No. 25731

## Summary of Communications - Twinkle 2601 Fed Com E2W2 Bone Spring

Earthstone Permian, LLC, (a wholly owned subsidiary of Permian Resources Operating, LLC):

- 9/3/2025 Well proposals mailed via certified mail
- 9/6/2025 Well proposals delivered via certified mail
- 9/6/2025-present: Discussed at various times Earthstone Permian, LLC's participation in the wells proposed.

# Exhibit C-7

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-7
Submitted by: Matador Production Company
Hearing Date: December 18, 2025

Case No. 25731

| Twinkle Fed Com - E2W2 Bone Spring         |                |                  |                 |                          |                       |                 |  |  |
|--|----------------|------------------|-----------------|--------------------------|-----------------------|-----------------|--|--|
| Owner Name                                 | Ownership Type | Ownership Status | Commitment Type | Notice Provided - Letter | Notice Provided - NOP | Exhibit         |  |  |
| Foran Oil Company                          | WI             | Committed        | JOA             | N/A                      | N/A                   | N/A             |  |  |
| DOW Chemical Co.                           | WI             | Committed        | JOA             | N/A                      | N/A                   | N/A             |  |  |
| Permian Resources Operating LLC            | WI             | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Hutchings Oil Co.                          | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Morgan, Frank & Robin                      | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Susan S. Murphy Marital Trust UTA 11/15/12 | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Mark B. Murphy Irrev. Trust UTA 12/11/12   | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Snoddy Oil & Gas Trust                     | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Sydney Investments, LP                     | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Hidden Hills Minerals, LLC                 | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Topsey, LLC                                | ORRI           | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |
| Titus Oil & Gas Production, LLC            | Record Title   | Uncommitted      | N/A             | 10/24/2025               | 10/28/2025            | Exhibit E and F |  |  |

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

APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF A STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, LEA AND EDDY COUNTIES, NEW MEXICO.

**CASE NO. 25731** 

SELF-AFFIRMED STATEMENT OF ANDREW PARKER, GEOLOGIST

1. My name is Andrew Parker. I work for MRC Energy Company, an affiliate of

Matador Production Company ("Matador"), as a Senior Vice President of Geosciences.

2. I have previously testified before the New Mexico Oil Conservation Division as an

expert witness in petroleum geology. My credentials as a petroleum geologist have been accepted

by the Division and made a matter of record.

3. I am familiar with the application filed by MRC in this case, and I have conducted

a geologic study of the lands in the subject area.

4. MRC Exhibit D-1 is a locator map outlining the horizontal spacing unit with a

black box shaded in yellow, with the larger area identified in a red box.

5. In this case, MRC intends to develop the Third Bone Spring of the Bone Spring

formation.

6. MRC Exhibit D-2 is a subsea structure map prepared off the top of the Bone Spring

formation. The contour interval is 50 feet. The structure map shows the Bone Spring formation

gently dipping to the southeast. The structure appears consistent across the proposed wellbore path.

I do not observe any faulting, pinchouts, or other geologic impediments to horizontal drilling.

7. Also included on MRC Exhibit D-2 is a line of cross section from A to A'.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Exhibit No. D

- 8. MRC Exhibit D-3 is a structural cross-section prepared displaying open-hole logs run over the Bone Spring formation from the four representative wells denoted from A to A'. For each well in the cross-section, the following logs are included: gamma ray, caliper, resistivity, and porosity, where available. The proposed target interval for the proposed well is labeled and marked with a yellow shaded area. The logs in the cross-section demonstrate that the targeted interval, within the Bone Spring formation, is consistent in thickness, across the entirety of the proposed spacing unit.
- 9. In my opinion, the standup orientation is the preferred orientation for development in this area for Bone Spring wells because the maximum horizontal stress is east-west in this area.
- 10. Based on my geologic study of the area, I have not identified any geologic impediments to drilling horizontal wells within the Bone Spring formation in the area of the spacing unit proposed in this case.
- 11. In my opinion, each quarter-quarter section will be productive and contribute moreor-less equally to production from the horizontal spacing unit.
- 12. In my opinion, horizontal drilling will be the most efficient method to develop this acreage, to prevent the drilling of unnecessary wells, and to result in the greatest ultimate recovery.
- 13. Approving MRC's application will be in the best interest of conservation, the prevention of waste, and protection of correlative rights.
- 14. MRC Exhibits D-1 through D-3 were either prepared by me or compiled under my direction and supervision.
- 15. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be

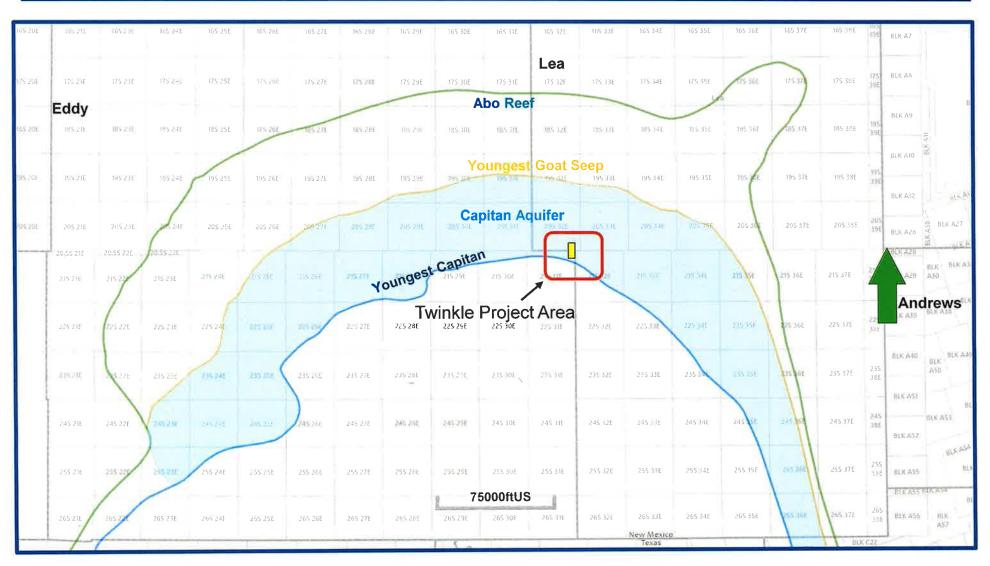
used as written testimony in this case. This statement is made on the date next to my signature below.

Andrew Parker

11/14/2025 Date

# **Locator Map**

# **Exhibit D-1**

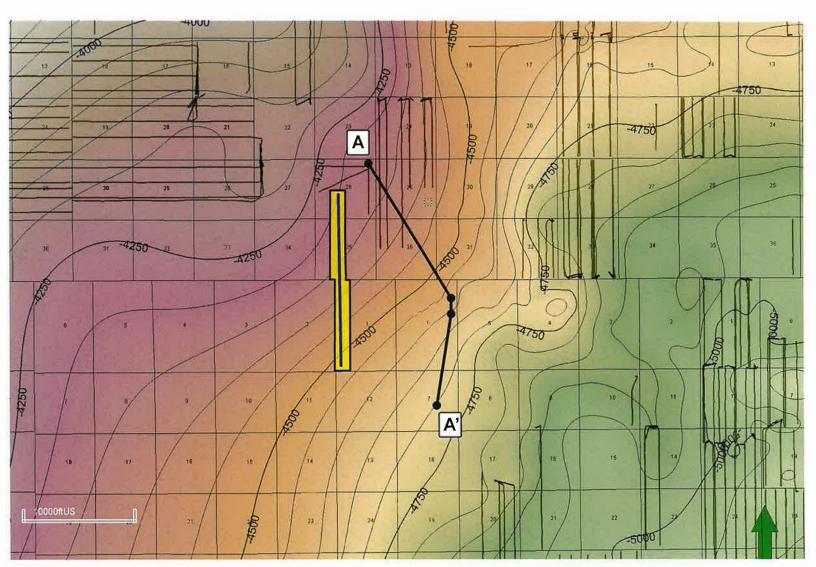


BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. D-1

Submitted by: Matador Production Company
Hearing Date: December 18, 2025
Case No. 25731





## Map Legend

**Twinkle Wells** 

**Bone Spring Wells** 

**Project Area** 



C. I. = 50'

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. D-2

Case No. 25731

**Submitted by: Matador Production Company** Hearing Date: December 18, 2025

# SALT LAKE; BONE SPRING [53560] WC-015 G-06 S203127G; BONE SPRING [98232]

Structural Cross-Section A - A'

A SAM H SNODDY FEDERAL 001 [SSTVD] SALT LKE SOUTH DEEP 1 [SSTVD] WEXICO G FEDERL COM 1 [SSTVD]

UN1 30025266100000 | → COCOPPATAS C JWI 30025274920000 | See 50 0-1 - 100 JWI. 30025276030000 | 199789 200,0009-LPS 10 Spud date: 06/17/1982 TD (MD) 10.0 ft Spud date 08/13/1981 TD (MD), 14510 0 H Spud date 02/05/1980 [TD (MD): 14230 0 ft Gamma Ray MD Porosily Deep Res pud date 08/31/1981 TD (MC): 10 0 ft Samma Ray MD | Porosity | Deep Res Porosity Deep Res Gamma Ray MD Porosity Deep Res Caliper Caliper Caliper Caliper 1450 **Bone Spring** Top Bone Spring Base Twinkle #132H Target

> BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. D-3

Exhibit No. D-3
Submitted by: Matador Production Company
Hearing Date: December 18, 2025
Case No. 25731

ction Company

Exhibit D-3

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

APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF A STANDARD OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, LEA AND EDDY COUNTIES, NEW MEXICO.

**CASE NO. 25731** 

SELF-AFFIRMED STATEMENT OF PAULA M. VANCE

1. I am attorney in fact and authorized representative of MRC Permian Company

("MRC"), the Applicant herein. I have personal knowledge of the matter addressed herein and am

competent to provide this self-affirmed statement.

2. The above-referenced application and notice of the hearing on this application was

sent by certified mail to the locatable affected parties on the date set forth in the letter attached

hereto.

3. The spreadsheet attached hereto contains the names of the parties to whom notice

was provided.

4. The spreadsheet attached hereto contains the information provided by the United

States Postal Service on the status of the delivery of this notice as of November 20, 2025.

5. I caused a notice to be published to all parties subject to these proceedings. An

affidavit of publication from the publication's legal clerk with a copy of the notice of publication

is attached herein.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

anta Fe, New Mexico
Exhibit No. E

6. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

| Takher         | 11/20/25 |
|----------------|----------|
| Paula M. Vance | Date     |



Paula M. Vance Associate **Phone** (505) 988-4421 Email pmvance@hollandhart.com

October 24, 2025

## VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL AFFECTED INTEREST OWNERS

Re: Application of MRC Permian Company for Approval of a Standard Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Lea and Eddy Counties, New Mexico: Twinkle 2601 Federal Com 132H Well

Ladies & Gentlemen:

This letter is to advise you that MRC Permian Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on November 13, 2025, and the status of the hearing can be monitored through the Division's website at https://www.emnrd.nm.gov/ocd/.

It is anticipated that hearings will be held in a hybrid format with both in-person and virtual participation options. The meeting will be held in the Pecos Hall Hearing Room at the Wendall Chino Building, 1st Floor, 1220 South St. Francis Dr., Santa Fe, New Mexico. To participate virtually in the hearing, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Hawks Holder at (972) 619-4336 or at hawks.holder@matadorresources.com.

Sincerely,

Paula M. Vance

ATTORNEY FOR MRC PERMIAN COMPANY AND MATADOR PRODUCTION COMPANY

#### MRC - Twinkle 132H-134H wells - Case nos. 25731-25733 Postal Delivery Report

|                                 |   |                              |             |    |            | Your item was delivered to the front desk,   |
|---------------------------------|---|------------------------------|-------------|----|------------|--|
|                                 |   |                              |             |    |            | reception area, or mail room at 11:31 am     |
|                                 |   |                              |             |    |            | on October 28, 2025 in CARLSBAD, NM          |
| 9414811898765476083582          | Bureau of Land Management                 | 620 E Greene St              | Carlsbad    | NM | 88220-6292 |  |
| 3 12 16 22 63 67 63 17 66 66 62 |   | 020 2 0.00.1000              | 00110000    |    | 00220 0202 | Your item was picked up at a postal facility |
|                                 |   |                              |             |    |            | at 10:02 am on October 27, 2025 in SANTA     |
| 9414811898765476083575          | Bureau of Land Management                 | 301 Dinosaur Trl             | Santa Fe    | NM | 87508-1560 | FE, NM 87505.                                |
|                                 |   |                              |             |    |            | Your item was picked up at the post office   |
|                                 |   |                              |             |    |            | at 7:11 am on November 12, 2025 in           |
| 9414811898765476084213          | Cimarex Energy Co.                        | PO Box 3387                  | Houston     | TX | 77253-3387 | HOUSTON, TX 77002.                           |
|                                 |   |                              |             |    |            | Your item was delivered to the front desk,   |
|                                 |   |                              |             |    |            | reception area, or mail room at 12:41 pm     |
|                                 |   |                              |             |    |            | on October 28, 2025 in HOUSTON, TX           |
| 9414811898765476084251          | DOW Chemical Co.                          | 1254 Enclave Pkwy            | Houston     | TX | 77077-1607 | 77077.                                       |
|                                 |   |                              |             |    |            | Your item was delivered to the front desk,   |
|                                 |   |                              |             |    |            | reception area, or mail room at 4:01 pm      |
|                                 |   |                              |             |    |            | on October 28, 2025 in HOUSTON, TX           |
| 9414811898765476084268          | Hidden Hills Minerals, LLC                | 3270 W Main St               | Houston     | TX | 77098-1918 | 77098.                                       |
|                                 |   |                              |             |    |            | Your item has been delivered and is          |
|                                 |   |                              |             |    |            | available at a PO Box at 8:24 am on          |
|                                 |   |                              |             |    |            | October 27, 2025 in ALBUQUERQUE, NM          |
| 9414811898765476084206          | Hutchings Oil Co.                         | PO Box 1216                  | Albuquerque | NM | 87103-1216 | 87103.                                       |
|                                 |   |                              |             |    |            | Your item was delivered to an individual at  |
|                                 | Kimbrough Working Interests, LLC, c/o     |                              |             |    |            | the address at 1:38 pm on October 28,        |
| 9414811898765476084299          | PlainsCapital Bank, Agent                 | 3707 Camp Bowie Blvd Ste 220 | Fort Worth  | TX | 76107-3330 | 2025 in FORT WORTH, TX 76107.                |
|                                 |   |                              |             |    |            | Your item was picked up at the post office   |
|                                 | Mark B. Murphy Irrev. Trust UTA 12/11/12, |                              |             |    |            | at 11:06 am on October 28, 2025 in           |
| 9414811898765476084282          | Trustee Murphy, Mark B.                   | PO Box 2484                  | Roswell     | NM | 88202-2484 | ROSWELL, NM 88201.                           |
|                                 |   |                              |             |    |            | Your item was delivered to an individual at  |
|                                 |   |                              |             |    |            | the address at 2:32 pm on October 28,        |
| 9414811898765476084237          | Morgan, Frank & Robin                     | 135 W Cottonwood Rd          | Artesia     | NM | 88210-9224 | 2025 in ARTESIA, NM 88210.                   |
|                                 |   |                              |             |    |            | Your item was delivered to an individual at  |
|                                 |   |                              |             |    |            | the address at 11:41 am on October 29,       |
| 9414811898765476084275          | Permian Resources Operating LLC           | 300 N Marienfeld St Ste 1000 | Midland     | TX | 79701-4688 | 2025 in MIDLAND, TX 79701.                   |
|                                 |   |                              |             |    |            | Your item was picked up at the post office   |
|                                 |   |                              |             |    |            | at 10:47 am on October 29, 2025 in           |
| 9414811898765476084817          | Petrolux, Inc.                            | PO Box 1473                  | Roswell     | NM | 88202-1473 | ROSWELL, NM 88201.                           |
|                                 |   |                              |             |    |            | Your item was picked up at the post office   |
|                                 | Snoddy Oil & Gas Trust, Michelle Johnson  |                              |             |    |            | at 10:00 am on October 29, 2025 in           |
| 9414811898765476084862          | Ventris, Successor Trustee                | 3201 Lakeshire Ridge Way     | Edmond      | OK | 73034-1053 | EDMOND, OK 73034.                            |

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| 9414811898765476084824 | Susan S. Murphy Marital Trust UTA 11/15/12, Trustee Murph, Susan S. | 706 Brazos St                | Roswell    | NM | 88201-3372 | Your item could not be delivered on<br>November 12, 2025 at 4:12 pm in<br>ROSWELL, NM 88201. It was held for the<br>required number of days and is being<br>returned to the sender. |
|------------------------|---|------------------------------|------------|----|------------|---|
| 9414811898765476084800 | Sydney Investments, LP  | 3270 W Main St               | Houston    | TX | 77098-1918 | Your item was delivered to the front desk, reception area, or mail room at 4:01 pm on October 28, 2025 in HOUSTON, TX 77098.  |
| 9414811898765476084893 | Titus Oil & Gas Production, LLC                                     | 420 Throckmorton St Ste 1150 | Fort Worth | TX | 76102-3761 | Your item was delivered to the front desk, reception area, or mail room at 11:09 am on October 28, 2025 in FORT WORTH, TX 76102.  |
| 9414811898765476084848 | Topsey, LLC   | 3270 W Main St               | Houston    | TX | 77098-1918 | Your item was delivered to the front desk, reception area, or mail room at 4:01 pm on October 28, 2025 in HOUSTON, TX 77098.  |

## **Affidavit of Publication**

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated October 28, 2025 and ending with the issue dated October 28, 2025.

Publisher

Sworn and subscribed to before me this 28th day of October 2025.

Business Manager

My commission expires

January 29, 2027

(Seal)

NOTARY PUBLIC

GUSSIE RUTH BLACK

COMMISSION # 1087526

COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

#### LEGAL NOTICE October 28, 2025

Case No. 25731: Application of MRC Permian Company for Approval of a Standard Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Lea and Eddy Countles, New Mexico. Notice to all affected interest owners, including all heirs, devisees and successors of: Bureau of Land Management; Cimarex Energy Co.; DOW Chemical Co.; Hidden Hills Minerals, LLC; Hutchings Oil Co.; Kimbrough Working Interests, LLC, c/o Plains Capital Bank, Agent; Mark B. Murphy Irrev. Trust UTA 12/11/12, Trustee: Murphy, Mark B.; Morgan, Frank & Robin; Permian Resources Operating LLC; Petrolux, Inc.; Snoddy Oil & Gas Trust, Michelle Johnson Ventris, Successor Trustee; Susan S. Murphy Marital Trust UTA 11/15/12, Trustee: Murph, Susan S.; Sydney Investments, LP; Titus Oil & Gas Production, LLC; and Topsey, LLC. The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearing 8:30 a.m. on November 13, 2025, to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform. To participate in the hearings electronically, see the instructions posted on the docket for the hearing date: https://www.emnrd.nm.gov/ocd/hearing-info/or contact Freya Tschantz, at Freya Tschantz@emnrd.nm.gov. Applicant in the above-styled cause seeks an order (a) approving a standard 482.49-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation underlying the E/2 SW/4 of Section 26 and the E/2 W/2 of Section 35, Township 20 South, Range 32 East, Lea County, New Mexico, as well as Lots 4, 5, 12, & 13, the NW/4 SW/4, and the SW/4 SW/4 (W/2 W/2 equivalent) of irregular Section 1, Township 21 South, Range 31 East, Eddy County, New Mexico. Applicant seeks to initially dedicate the above-referenced spacing

An existing 640-acre spacing unit in the Bone Spring formation underlying All of Section 26, T20S-R32E, currently dedicated to the Snoddy Federal 020H (30-025-40447), Snoddy Federal 021H (30-025-40838), and Snoddy Federal 023H (30-025-40837), operated by Cimarex Energy Company ("Cimarex").

Also, to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling the proposed well. The subject area is located approximately 32 miles east of Carlsbad, New Mexico.
#00305622

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HOLLAND & HART LLC 110 N GUADALUPE ST., STE. 1 SANTA FE, NM 87501

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. F
Submitted by: Matador Production Company
Hearing Date: December 18, 2025

Case No. 25731

# ffidavit of Publication

No. 69060 State of New Mexico Publisher County of Eddy:

## Adrian Hedden

being duly sworn, sayes that he is the

Publisher of the Carlsbad Current Argus, a weekly newspaper of general circulation, published in English at Carlsbad, said county and state, and that the hereto attached

### Legal Ad

was published in a regular and entire issue of the said Carlsbad Current Argus, a weekly newspaper duly qualified for that purpose within the meaning of Chapter 167 of the 1937 Session Laws of the state of New Mexico for

Consecutive weeks/day on the same

day as follows:

First Publication October 28, 2025 Second Publication Third Publication Fourth Publication Fifth Publication Sixth Publication Seventh Publication Eighth Publication

Subscribed ans sworn before me this

28th

day of

October

2025

LATISHA ROMINE Notary Public, State of New Mexico Commission No. 1076338 My Commission Expires 05-12-2027

Latisha Romine

Notary Public, Eddy County, New Mexico

# **Copy of Publication:**

Case No. 25731: Application of MRC Permian Company for Case No. 25731: Application of MRC Permian Company for Approval of a Standard Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Lea and Eddy Counties, New Mexico. Notice to all affected interest owners, including all heirs, devisees and successors of: Bureau of Land Management; Cimarex Energy Co.; DOW Chemical Co.; Hidden Hills Minerals, LLC; Hutchings Oil Co.; Kimbrough Working Interests, LLC, c/o Plains Capital Bank, Agent; Mark B. Murphy Irrev. Trust UTA 12/11/12, Trustee: Murphy, Mark B.: Morgan. Frank & Robin: Permian Resources Operating B. Murphy Irrev. Itust UIA 12/11/12, Irustee: Murphy, Mark B.; Morgan, Frank & Robin; Permian Resources Operating LLC; Petrolux, Inc.; Snoddy Oil & Gas Trust, Michelle Johnson Ventris, Successor Trustee; Susan S. Murphy Marital Trust UTA 11/15/12, Trustee: Murph, Susan S.; Sydney Investments, LP; Titus Oil & Gas Production, LLC; and Topsey, LLC. The State of New Mexico, Energy Minerals and Natural Resources Department. Oil Conservation Division Resources Department, Oil Conservation Division (Division) hereby gives notice that the Division will hold public hearing 8:30 a.m. on November 13, 2025, to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform. To participate in the hearings electronically, see the instructions posted on the docket for the hearing date: https://www.emnrd.nm.gov/ocd/hearing-info/ or Freya Tschantz, at Freya.Tschantz@emnrd.nm.gov. Applicant in the above-styled cause seeks an order (a) approving a standard 482.49-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation underlying the E/2 SW/4 of Section 26 and the E/2 W/2 of Section 35, Township 20 South, Range 32 East, Lea County, New Mexico, as well as Lots 4, 5, 12, & 13, the NW/4 SW/4, and the SW/4 SW/4 (W/2 W/2 equivalent) of irregular Section 1, Township 21 South, Range 31 East, Eddy County, New Mexico. Applicant seeks to initially dedicate the above-referenced spacing unit to the proposed Twinkle 2601 Federal Com 132H well, to be horizontally drilled from a surface location in the SE/4 NW/4 (Unit F) of Section 26, T20S-R32E, with a first take point in the NE/4 SW/4 (Unit K) of Section 26, T20S-R32E, and a last take point in the SW/4 SW/4 (Unit M) of irregular Section 1, T21S-R31E. This proposed standard horizontal well spacing unit will overlap the following existing horizontal wells spacing unit in the Bone Spring formation:

An existing 640-acre spacing unit in the Bone Spring formation underlying All of Section 26, T20S-R32E, currently dedicated to the Snoddy Federal 020H (30-025-40447), Snoddy Federal 021H (30-025-40838), and Snoddy Federal 023H (30-025-40837), operated by Cimarex Energy Company (Cimarex).

Also, to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling the proposed well. The subject area is located approximately 32 miles east of Carlsbad, New Mexico.

69060-Publishesd in Carlsbad Current Argus Oct. 28, 2025.