

Matador Production Company

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James Styers
Operations Engineer

January 7th, 2026

VIA ELECTRONIC SUBMISSION

Environmental Bureau
New Mexico Oil Conservation Division
1220 South St Francis Dr.
Sante Fe, NM 87505

Re: Dagger Containment and Recycling Facility (Facility ID:
fVV2035251226; 1RF-459)

Matador Production Company respectfully submits notification of the following:

The primary liner of the Dagger Containment was discovered to be compromised by fluid being observed in the containments leak detection system. Matador removed fluid from the containment, the location of the liner damage has been identified, and there has been no observed release of fluid outside of the containment's secondary liner. Primary liner repair/replacement operations have been initiated. Matador will update the division on the status of the primary liner via submitted notification to OCD Permitting.

If any additional information is required, please let us know.

Sincerely,

James Styers

Sante Fe Main Office
Phone: (505) 476-3441

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/oed/contact-us>

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

CONDITIONS

Action 542013

CONDITIONS

| | |
|---|--|
| Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240 | OGRID: 228937 |
| | Action Number: 542013 |
| | Action Type: [C-147] Water Recycle Short (C-147S) |

CONDITIONS

| | | |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| vvenegas | None | 1/12/2026 |