State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

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October 14th, 2021



Mr. Kyle Perkins

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NON-STANDARD LOCATION

Administrative Order NSL-8234

Matador Production Company [OGRID 228932] Michael Ryan Federal Com Well No. 203H API No. 30-015-PENDING

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	658 FSL & 320 FWL	M	16	22S	28E	Eddy
First Take Point	2310 FSL & 330 FWL	L	16	22S	28E	Eddy
Last Take Point	2307 FSL & 1435 FEL	J	15	22S	28E	Eddy
Terminus	2307 FSL & 1395 FEL	J	15	22S	28E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
S/2 of Section 16 &	560	Purple Sage; Wolfcamp (GAS)	98220
SW/4, W/2 SE/4			
of Section 15			

Reference is made to your application received on September 23rd, 2021.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This well is governed by special rules, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 115 feet to the eastern edge. Encroachment will impact the following tract.

Section 16, encroachment to the E/2 SE/4 Section 14, encroachment to the W/2 SW/4

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

Division understands you are seeking this unorthodox location to allow for the most efficient development of this acreage thereby preventing waste within the Wolfcamp formation underlying the S/2 of section 16 and the SW/4, W/2 SE/4 of section 15.

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

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



AES/lrl

cc:

State Land Office - Oil, Gas and Mineral Division