State of New Mexico Energy, Minerals and Natural Resources Department

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Mr. Kyle Perkins

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NON-STANDARD LOCATION

Administrative Order NSL-8395

Matador Production Company [OGRID 228937] Jackson Coker 11 17S 37E Well No. 2 API No. 30-025-PENDING

Surface Location; Directional Well

Footages	Unit/Lot	Sec.	Twsp	Range	County
1209 FSL & 2305 FWL	N	11	17S	37E	Lea
203 FSL & 2028 FWL	N	11	17S	37E	Lea

Proposed Oil Unit

Description	Acres	Pool	Pool Code
S/2 SW/4 of Section 11	80	Humble City; Strawn	33490

Reference is made to your application received on June 17th, 2022.

This directional well was drilled at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by special pool rule, R-4338-B, which provides for 80-acre units, with wells to be located at least 150 from the QTR/QTR section line.

This well's completed interval is as close as 307 feet to the southern boundary of the spacing unit. Encroachment will impact the following tracts.

Section 14, encroachment to the NE/4 NW/4

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

Division understands that you are requesting this unorthodox location to allow for the most efficient development of this acreage, thereby preventing waste within the Strawn formation underlying the S/2 SW/4 of Section 11.

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

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

Reference this NSL order number on the As Drilled C-102, submitted with the Authorization to Transport (C-104), to place this well into production.

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

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



Date: 7/11/2022

AES/lrl