

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

**APPLICATION OF MRC PERMIAN  
COMPANY TO EXTEND THE DRILLING  
DEADLINE UNDER ORDER NO. R-23599,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25780  
ORDER NO. R-23599**

**APPLICATION OF MRC PERMIAN  
COMPANY TO EXTEND THE DRILLING  
DEADLINE UNDER ORDER NO. R-23600,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25781  
ORDER NO. R-23600**

**APPLICATION OF MRC PERMIAN  
COMPANY TO EXTEND THE DRILLING  
DEADLINE UNDER ORDER NO. R-23601,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25783  
ORDER NO. R-23601**

**APPLICATION OF MRC PERMIAN  
COMPANY TO EXTEND THE DRILLING  
DEADLINE UNDER ORDER NO. R-23602,  
LEA COUNTY, NEW MEXICO.**

**CASE NO. 25784  
ORDER NO. R-23602**

**MRC'S CONSOLIDATED PRE-HEARING STATEMENT**

MRC Permian Company ("MRC" or "Applicant"), the applicant in the above-referenced matters, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

**APPEARANCES****APPLICANT**

MRC Permian Company  
("MRC")

**ATTORNEY**

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**APPLICANT'S STATEMENT OF THE CASES**

Under these consolidated cases, MRC seeks orders extending the deadlines to drill the proposed wells, all located within Township 18 South, Range 34 East and Township 19 South, Range 34 East, NMPM, Lea County, New Mexico:

- Under **Case No. 25780**, MRC seeks an order to amend Order No. R-23599 ("Pooling Order") to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23599, entered on December 12, 2024, in Case No. 24289 approved a standard 324.24-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation (Airstrip; Bone Spring [960] or Section 34, T18S-R34E, and Scharb Bone Spring [55610] for Section 3, T19S-R34E) comprised of the W/2 E/2 of Section 34, T18S-R34E, and Lot 2, the SW/4 NE/4, and W/2 SE/4 (W/2 E/2 equivalent) of irregular Section 3, T19S-R34E, NMPM, Lea County, New Mexico (the "Unit") and pooled the uncommitted mineral interests therein. Matador Production Company (OGRID No. 228937) is the operator under the Pooling Order and the pooled spacing unit is initially dedicated to the proposed **Art Smith State Com 127H** well.

- Under **Case No. 25781**, MRC seeks an order to amend Order No. R-23600 (“Pooling Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23600, entered on December 12, 2024, in Case No. 24290, approved a standard 324.20-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation (Airstrip; Bone Spring [960] or Section 34, T18S-R34E, and Scharb Bone Spring [55610] for Section 3, T19S-R34E) comprised of the E/2 E/2 of Section 34, T18S-R34E, and Lot 1, the SE/4 NE/4, and E/2 SE/4 (E/2 E/2 equivalent) of irregular Section 3, T19S-R34E, NMPM, Lea County, New Mexico (the “Unit”) and pooled the uncommitted mineral interests therein. Matador Production Company (OGRID No. 228937) is the operator under the Pooling Order and the pooled spacing unit is initially dedicated to the proposed **Art Smith State Com 128H** well.
- Under **Case No. 25783**, MRC seeks an order to amend Order No. R-23601 (“Pooling Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23601, entered on December 12, 2024, in Case No. 24296 approved a standard 324.24-acre, more or less, horizontal well spacing unit in the Wolfcamp formation (Airstrip; Wolfcamp [970]) comprised of the W/2 E/2 of Section 34, T18S-R34E, and Lot 2, the SW/4 NE/4, and W/2 SE/4 (W/2 E/2 equivalent) of irregular Section 3, T19S-R34E, NMPM, Lea County, New Mexico (the “Unit”) and pooled the uncommitted mineral interests therein. Matador Production Company (OGRID No. 228937) is the operator under the Pooling Order and the pooled spacing unit is initially dedicated to the proposed **Art Smith State Com 243H** well.

- Under **Case No. 25784**, MRC seeks an order to amend Order No. R-23602 (“Pooling Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23602, entered on December 12, 2024, in Case No. 24297 approved a standard 324.20-acre, more or less, horizontal well spacing unit in the Wolfcamp formation (Airstrip; Wolfcamp [970]) comprised of the E/2 E/2 of Section 34, T18S-R34E, and Lot 1, the SE/4 NE/4, and E/2 SE/4 (E/2 E/2 equivalent) of irregular Section 3, T19S-R34E, NMPM, Lea County, New Mexico (the “Unit”) and pooled the uncommitted mineral interests therein. Matador Production Company (OGRID No. 228937) is the operator under the Pooling Order and the pooled spacing unit is initially dedicated to the proposed **Art Smith State Com 244H** well.

There is good cause for Applicant’s request for an extension of time to drill.

#### **APPLICANT’S PROPOSED EVIDENCE**

| <b>WITNESS</b>            | <b>ESTIMATED TIME</b> | <b>EXHIBITS</b> |
|---------------------------|-----------------------|-----------------|
| <b>Name and Expertise</b> |                       |                 |
| Isaac Evans, Landman      | Affidavit             | Approx. 2       |

#### **PROCEDURAL MATTERS**

Pursuant to the original Pooling Orders, MRC requests that the Division enter orders granting the extension requests if there are no objections.

Respectfully submitted,

HOLLAND & HART LLP

By:  \_\_\_\_\_

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

QUESTIONS

Action 539223

QUESTIONS

|                                                                                   |                                                          |
|-----------------------------------------------------------------------------------|----------------------------------------------------------|
| Operator:<br>MATADOR PRODUCTION COMPANY<br>One Lincoln Centre<br>Dallas, TX 75240 | OGRID:<br>228937                                         |
|                                                                                   | Action Number:<br>539223                                 |
|                                                                                   | Action Type:<br>[HEAR] Prehearing Statement (PREHEARING) |

QUESTIONS

|                                                                             |               |
|-----------------------------------------------------------------------------|---------------|
| Testimony                                                                   |               |
| Please assist us by provide the following information about your testimony. |               |
| Number of witnesses                                                         | Not answered. |
| Testimony time (in minutes)                                                 | Not answered. |