

Matador Production Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240

Voice 972.371.5200

james.styers@matadorresources.com

James Styers
Operations Engineer

September 7, 2025

VIA ELECTRONIC SUBMISSION

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

Re: Ace Sterns Recycling Facility #2
Sec. 21 T22S R28E, Eddy County
Lat: 32.374219 Long: -104.099387

Matador Production Company respectfully submits this registration of the Ace Sterns Recycling Facility #2. Included in this registration is a C-147 Short Form, and a diagram of the recycling facilities fluid storage tanks.

The facility will use steel bottomed/sided frac tanks for fluid storage of treated produced water used for completion operations. The facility will be maintained and operated in accordance with 19.15.34 NMAC.

If you would like any additional information, please let us know.

Sincerely,

James Styers

State of New Mexico
Energy Minerals and Natural Resources
Department Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
<https://www.emnrd.nm.gov/ocd/ocd-e-permitting/>

Form C-147
Revised October 11, 2022

Recycling Facility Only

Type of action: ☐ Permit ☒ Registration ☐ Modification ☐ Closure ☐ Other (explain) _____

Be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances.

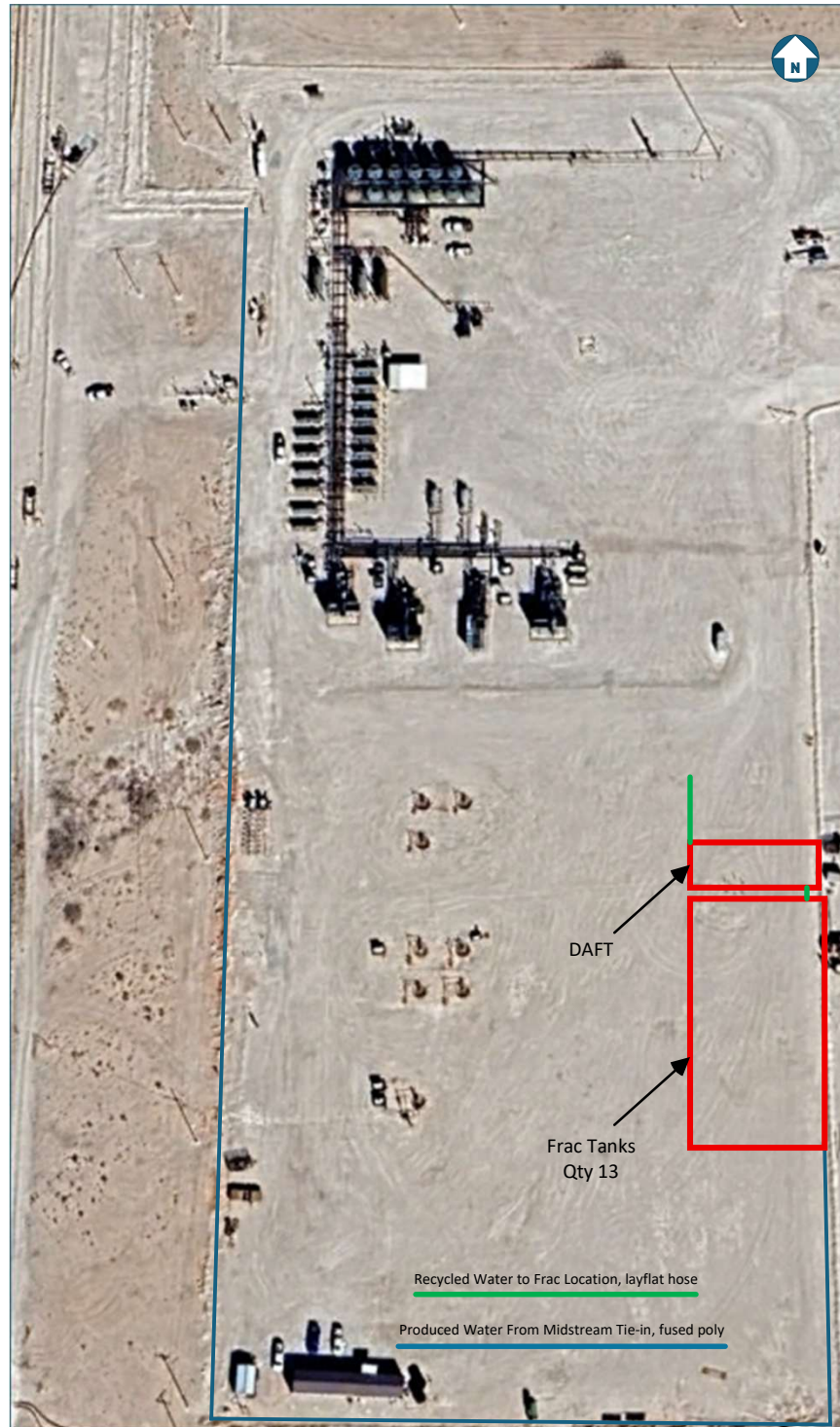
1.
Operator: Matador Production Company (For multiple operators attach page with information) OGRID #: 228937
Address: One Lincoln Centre 5400 LBJ Freeway, Suite 1500 Dallas, TX 75240
Facility or well name (include API# if associated with a well): Ace Stern Vegas Facility #2
OCD Permit Number: 2RF-226 (For new facilities the permit number will be assigned by the district office)
U/L or Qtr/Qtr SW 1/4 of SW 1/4 Section 21 Township 22S Range 28E County: Eddy
Surface Owner: ☐ Federal ☐ State ☒ Private ☐ Tribal Trust or Indian Allotment

2.
☒ **Recycling Facility:**
Location of recycling facility (if applicable): Latitude 32.374219 Longitude -104.099387 NAD83
Proposed Use: ☐ Drilling* ☒ Completion* ☐ Production* ☐ Plugging*
**The re-use of produced water may NOT be used until fresh water zones are cased and cemented*
☐ Other, *requires permit for other uses. Describe use, process, testing, volume of produced water and ensure there will be no adverse impact on groundwater or surface water.*
☒ Fluid Storage
☒ Above ground tanks ☐ Activity permitted under 19.15.17 NMAC explain type _____
☐ Activity permitted under 19.15.36 NMAC explain type: _____ ☐ Other explain _____
☐ **Closure Report (required within 60 days of closure completion):** ☐ Recycling Facility Closure Completion Date: _____

3.
Variances:
Justifications and/or demonstrations that the proposed variance will afford reasonable protection against contamination of fresh water, human health, and the environment.
Check the below box only if a variance is requested:
☐ Variance(s): Requests must be submitted to the appropriate division district for consideration of approval. If a Variance is requested, include the variance information on a separate page and attach it to the C-147 as part of the application.
If a Variance is requested, it must be approved prior to implementation.

4.
Operator Application Certification:
I hereby certify that the information and attachments submitted with this application are true, accurate and complete to the best of my knowledge and belief.
Name (Print): James Styers Title: Operations Engineer
Signature: James Styers Date: 09/07/2025
e-mail address: james.styers@matadorresources.com Telephone: 972-677-2284

5.
OCD Representative Signature: Victoria Venegas Approval/Registration Date: 10/30/2025
Title: Environmental Specialist OCD Permit Number: 2RF-226
☒ OCD Conditions _____
☐ Additional OCD Conditions on Attachment



Venegas, Victoria, EMNRD

From: Venegas, Victoria, EMNRD
Sent: Wednesday, October 29, 2025 11:01 AM
To: 'James Styers'; Ben Snapka
Subject: 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074]
Attachments: C-147 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] 10.29.2025.pdf

2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074]

Good morning Mr. Styers.

NMOCD has reviewed the facility registration submitted by MATADOR PRODUCTION COMPANY [228937] on 09/16/2025, Action ID **506337**, for 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] in M-21-22S-28E, Eddy County, New Mexico. The registration is approved with the following conditions of approval:

- 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] registration expires on 09/16/2030.
- Water reuse and recycling from 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] is limited to wells owned and operated by MATADOR PRODUCTION COMPANY [228937].
- 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] consists of thirteen (13) 500 bbl above ground steel bottomed/sided frac.
- MATADOR PRODUCTION COMPANY [228937] agrees to construct, operate, maintain, and close 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] in compliance with 19.15.34 NMAC.
- MATADOR PRODUCTION COMPANY [228937] shall submit monthly reports of recycling and reuse of produced water, drilling fluids, and liquid oil field waste on NMOCD form C-148 through OCD Permitting even if there is zero activity.

Please let me know if you have any further questions.

Regards,

Victoria Venegas • Senior Environmental Scientist
EMNRD - Oil Conservation Division
506 W. Texas Ave. Artesia, NM 88210
575.909.0269 | Victoria.Venegas@emnrd.nm.gov

Venegas, Victoria, EMNRD

From: James Styers <james.styers@matadorresources.com>
Sent: Tuesday, October 28, 2025 10:14 AM
To: Venegas, Victoria, EMNRD; Ben Snapka
Subject: [EXTERNAL] RE: Ace Sterns Recycling Facility #2 Sec. 21 T22S R28E, Eddy County

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Victoria,

I can answer that for Ben. (13) 500 bbl steel bottomed/sided frac tanks were used at the Ace Sterns #2 Facility.

Best,
James

From: Venegas, Victoria, EMNRD <Victoria.Venegas@emnrd.nm.gov>
Sent: Tuesday, October 28, 2025 10:58 AM
To: Ben Snapka <BSnapka@matadorresources.com>; James Styers <james.styers@matadorresources.com>
Subject: Ace Sterns Recycling Facility #2 Sec. 21 T22S R28E, Eddy County

****EXTERNAL EMAIL****

Good morning Mr. Snapka.

Could you please specify the number of tanks at the Ace Sterns No. 2 facility and the capacity of each tank?
Thank you.

Victoria Venegas • Senior Environmental Scientist
EMNRD - Oil Conservation Division
506 W. Texas Ave. Artesia, NM 88210
575.909.0269 | Victoria.Venegas@emnrd.nm.gov

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

General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/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 506337

CONDITIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 506337
	Action Type: [C-147] Water Recycle Short (C-147S)

CONDITIONS

Created By	Condition	Condition Date
venegas	<ul style="list-style-type: none">• 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] registration expires on 09/16/2030.• Water reuse and recycling from 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] is limited to wells owned and operated by MATADOR PRODUCTION COMPANY [228937].• 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] consists of thirteen (13) 500 bbl above ground steel bottomed/sided frac.• MATADOR PRODUCTION COMPANY [228937] agrees to construct, operate, maintain, and close 2RF-226 - ACE STERNS RECYCLING FACILITY #2 [FVV2530138074] in compliance with 19.15.34 NMAC.• MATADOR PRODUCTION COMPANY [228937] shall submit monthly reports of recycling and reuse of produced water, drilling fluids, and liquid oil field waste on NMOCD form C-148 through OCD Permitting even if there is zero activity.	10/29/2025