

CASE NOS. 21952 and 21953

**APPLICATIONS OF
MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO**

EXHIBITS

(PART II)

- A. Landman's Affidavit
- B. Geologist's Affidavit (from prior hearing)
- C. Affidavit of Notice
- D. Affidavit of Publication
- E. Applications and Proposed Notices

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

APPLICATIONS OF MATADOR PRODUCTION
COMPANY FOR COMPULSORY POOLING, LEA
COUNTY, NEW MEXICO.

Case Nos. 21952 - 21953

SELF-AFFIRMED STATEMENT OF NOTICE

COUNTY OF SANTA FE)
) ss.
STATE OF NEW MEXICO)

James Bruce deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Matador Production Company.
3. Matador Production Company has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the applications filed herein.
4. Notice of the applications was provided to the interest owners, at their last known addresses, by certified mail. Copies of the notice letter and certified return receipts are attached hereto as Attachment A.
5. Matador Production has complied with the notice provisions of Division Rules.
6. I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 5 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

Date: 9/21/21

James Bruce
James Bruce

EXHIBIT 

JAMES BRUCE
ATTORNEY AT LAW

POST OFFICE BOX 1056
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)
(505) 660-6612 (Cell)
(505) 982-2151 (Fax)

jamesbruc@aol.com

September 2, 2021

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed are copies of the following applications for compulsory pooling, filed with the New Mexico Oil Conservation Division by Matador Production Company, seeking orders pooling all mineral interest owners in the Wolfcamp formation underlying the following well units:

(a) Case No. 21952: The N/2S/2 of Section 15 and the N/2S/2 of Section 14, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Ted 1514 Fed. Com. Well No. 203H, with a first take point in the NW/4SW/4 of Section 15 and a final take point in the NE/4SE/4 of Section 14; and

(b) Case No. 21953: The S/2S/2 of Section 15 and the S/2S/2 of Section 14, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Ted 1514 Fed. Com. Well No. 204H, with a first take point in the SW/4SW/4 of Section 15 and a final take point in the SE/4SE/4 of Section 14.

The lands are located in Eddy County, New Mexico.

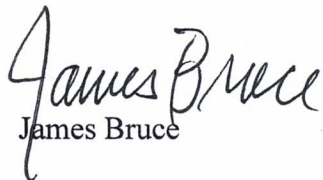
This matter is scheduled for hearing at 8:15 a.m. on Thursday, September 23, 2021. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the hearing will be conducted remotely. To determine the location of the hearing or to participate in an electronic hearing, go to emnrd.state.nm.us/OCD/hearings or see the instructions posted on the Division's website, <http://emnrd.state.nm.us/OCD/announcements.html>. You are not required to attend this hearing, but as an owner of an interest who may be affected by the applications, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters at a later date. **Most of you are Record Title Owners only, and are not subject to the cost recovery and penalty provisions requested in**

ATTACHMENT

A

the applications. You are being notified solely for the purpose of obtaining approval of communitization agreements from the Bureau of Land Management

Very truly yours,

A handwritten signature in cursive script that reads "James Bruce". The signature is written in black ink and is positioned above the printed name.

James Bruce

Attorney for Matador Production Company

Colon R McMillan
118 W 1st St
Roswell, NM 88201

Kay McMillan
4412 Pershing Ct
Arlington, VA 22204

Permian Expl Corp
116 W 1st St
Roswell, NM 88201

Oxy Y-1 Company
PO Box 27570
Houston, TX 77227

David Petroleum Corp
116 W 1st St
Roswell, NM 88201

K&C Production Co
118 W 1st St
Roswell, NM 88201

RayWestall
PO Box 4
Loco Hills, NM 88255

Jalapeno Corp
Cibola Land Corporation
PO Box 1608
Albuquerque, NM 87103

Getty Sarah Estate
PO Box 226270
Dallas, TX 75222

EXHIBIT

A

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| Sent To <u>RayWestall</u> PO Box 4 | |
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| Street and Apt. No., or PO Box Cibola Land Corporation PO Box 1608 | |
| City, State, ZIP+4® Albuquerque, NM 87103 | |
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| Sent To | Kay McMillan |
| | 4412 Pershing Ct |
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Carlsbad Current Argus.

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Affidavit of Publication

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JAMES BRUCE ATTORNEY AT LAW
POBOX 1056

SANTA FE, NM 87504

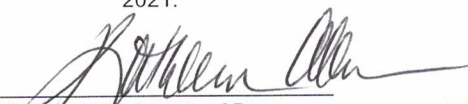
I, a legal clerk of the **Carlsbad Current Argus**, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

09/08/2021

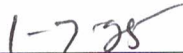


Legal Clerk

Subscribed and sworn before me this September 8, 2021:



State of WI, County of Brown
NOTARY PUBLIC



My commission expires

KATHLEEN ALLEN
Notary Public
State of Wisconsin

Ad # 0004902056
PO #: Case No. 21953
of Affidavits 1

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EXHIBIT **D**

NOTICE

To: Colin R. McMillan, Kay McMillan, Permian Exploration Corp., OXY Y-1 Company, David Petroleum Corp., K&C Production Co., Ray Westall, Jalapeno Corp., Cibola Land Corporation, and Sarah Getty, or your heirs, devisees, successors, or assigns: Matador Production Company has filed the following applications with the New Mexico Oil Conservation Division seeking orders pooling the following well units: (a) Case No. 21952, for an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 15 and the N/2S/2 of Section 14, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Ted 1514 Fed. Com. Well No. 203H; and (b) Case No. 21953, for an order pooling all mineral interest owners in the Wolfcamp formation underlying a horizontal spacing unit comprised of the S/2S/2 of Section 15 and the S/2S/2 of Section 14, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Ted 1514 Fed. Com. Well No. 204H. The acreage is in Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico. Also to be considered will be the cost of drilling, completing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Matador Production Company as operator of the wells, and a 200% charge for the risk involved in drilling, completing, and equipping the wells. The applications are scheduled to be heard at 8:15 a.m. on Thursday, September 23, 2021. The applications are scheduled to be heard at 8:15 a.m. on Thursday, September 23, 2021. During the COVID-19 Public Health Emergency, state buildings are closed to the public and the hearing will be conducted remotely. To determine the location of the hearing or to participate in an electronic hearing, go to emnrd.state.nm.us/OCD/hearings or see the instructions posted on the Division's website, <http://emnrd.state.nm.us/OCD/announcements.html>. You are not required to attend this hearing, but as an owner of an interest who may be affected by the application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting this matter at a later date. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504, jamesbruc@aol.com. The units are located approximately 19 miles east-southeast of Lakewood, New Mexico.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF MATADOR PRODUCTION
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

Case No. _____

APPLICATION

Matador Production Company applies for an order pooling all mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of the S/2S/2 of Section 15 and the S/2S/2 of Section 14, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

1. Applicant is an operator in the S/2S/2 of Section 15 and the S/2S/2 of Section 14, and has the right to drill a well thereon.
2. Applicant proposes to drill the Ted 1514 Fed. Com. Well No. 204H to a depth sufficient to test the Wolfcamp formation, and dedicate the S/2S/2 of Section 15 and the S/2S/2 of Section 14 to the well. The well is a horizontal well, with a first take point in the SW/4SW/4 of Section 15 and a final take point in the SE/4SE/4 of Section 14.
3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the S/2S/2 of Section 15 and the S/2S/2 of Section 14 for the purposes set forth herein.
4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all mineral interest owners in the Wolfcamp

EXHIBIT

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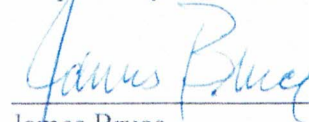
formation underlying the S/2S/2 of Section 15 and the S/2S/2 of Section 14, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interests in the Wolfcamp formation underlying the S/2S/2 of Section 15 and the S/2S/2 of Section 14 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all mineral interests in the Wolfcamp formation underlying the S/2S/2 of Section 15 and the S/2S/2 of Section 14;
- B. Designating applicant as operator of the well;
- C. Considering the cost of drilling and completing the well, and allocating the cost among the well's working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Matador Production Company

Application of Matador Production Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of the S/2S/2 of Section 15 and the S/2S/2 of Section 14, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Ted 1514 Fed. Com. Well No. 204H, with a first take point in the SW/4SW/4 of Section 15 and a final take point in the SE/4SE/4 of Section 14. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is centered approximately 19 miles east-southeast of Lakewood, New Mexico.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

**APPLICATION OF MATADOR PRODUCTION
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

Case No. _____

APPLICATION

Matador Production Company applies for an order pooling all mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 15 and the N/2S/2 of Section 14, Township 20 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

1. Applicant is an operator in the N/2S/2 of Section 15 and the N/2S/2 of Section 14, and has the right to drill a well thereon.
2. Applicant proposes to drill the Ted 1514 Fed. Com. Well No. 203H to a depth sufficient to test the Wolfcamp formation, and dedicate the N/2S/2 of Section 15 and the N/2S/2 of Section 14 to the well. The well is a horizontal well, with a first take point in the NW/4SW/4 of Section 15 and a final take point in the NE/4SE/4 of Section 14.
3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the N/2S/2 of Section 15 and the N/2S/2 of Section 14 for the purposes set forth herein.
4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all mineral interest owners in the Wolfcamp

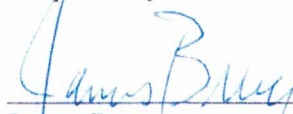
formation underlying the N/2S/2 of Section 15 and the N/2S/2 of Section 14, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interests in the Wolfcamp formation underlying the N/2S/2 of Section 15 and the N/2S/2 of Section 14 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all mineral interests in the Wolfcamp formation underlying the N/2S/2 of Section 15 and the N/2S/2 of Section 14;
- B. Designating applicant as operator of the well;
- C. Considering the cost of drilling and completing the well, and allocating the cost among the well's working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Matador Production Company

Application of Matador Production Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying a horizontal spacing unit comprised of the N/2S/2 of Section 15 and the N/2S/2 of Section 14, Township 20 South, Range 29 East, NMPM. The unit will be dedicated to the Ted 1514 Fed. Com. Well No. 203H, with a first take point in the NW/4SW/4 of Section 15 and a final take point in the NE/4SE/4 of Section 14. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is centered approximately 19 miles east-southeast of Lakewood, New Mexico.