# Before the Oil Conservation Division Examiner Hearing June 2, 2022 

Case No. 22801

JULIE 01-17S-37E \#1 WELL

Lea County, New Mexico



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

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

CASE NO. 22801

## HEARING PACKAGE

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## COMPULSORY POOLING APPLICATION CHECKLIST

| ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS |  |
| :---: | :---: |
| Case: 22801 | APPLICANT'S RESPONSE |
| Date | June 2, 2022 |
| Applicant | Matador Production Company |
| Designated Operator \& OGRID (affiliation if applicable) | OGRID No. 228937 |
| Applicant's Counsel: | Holland \& Hart LLP |
| Case Title: | APPLICATION OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO. |
| Entries of Appearance/Intervenors: | None |
| Well Family | Julie |
| Formation/Pool |  |
| Formation Name(s) or Vertical Extent: | Strawn Formation |
| Primary Product (Oil or Gas): | Oil |
| Pooling this vertical extent: | N/A |
| Pool Name and Pool Code: | Shipp; Strawn (Pool Code 55695) |
| Well Location Setback Rules: | Special Pool Rules, Order No. R-8062 et. Seq.: Within 150 feet of center of quarter-quarter section |
| Spacing Unit Size: | 80 acres |
| Spacing Unit |  |
| Type (Horizontal/Vertical) | Directional |
| Size (Acres) | 80.36 acres |
| Building Blocks: | N/A |
| Orientation: | N/A |
| Description: TRS/County | N/2 NW/4 of Section 1, T17S, R37E, NMPM, Lea County, New Mexico. |
| Standard Horizontal Well Spacing Unit (Y/N), If No, describe | N/A |
| Other Situations |  |
| Depth Severance: Y/N. If yes, description | No |
| Proximity Tracts: If yes, description | No |
| Proximity Defining Well: if yes, description | N/A |
| Applicant's Ownership in Each Tract | Exhibit C-3 |
| Wells) |  |
| Name \& API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard) |  |
|  | Julie 01-17S-38E \#1 Well <br> SHL: 359' FNL \& 326' FWL (Lot 4) of Section 1, T17S, R37E BHL: 958' FNL \& 1112' FWL (Lot 4) of Section 1, T17S, R37E <br> Target: Strawn formation <br> Orientation: Directional <br> Completion: Non-Standard Location |
| Horizontal Well First and Last Take Points <br> Released to Imaging: 6/1/2022 8:07:45 AM | N/A |


| Received by OCD: 5/31/2022 3:17:37 PM Page 4 of 46 |  |  |
| :---: | :---: | :---: |
| Completion Target (Formation, TVD and MD) | Exhibit C-4 |  |
| AFE Capex and Operating Costs |  |  |
| Drilling Supervision/Month \$ | \$8,000 |  |
| Production Supervision/Month \$ | \$800 |  |
| Justification for Supervision Costs | Exhibit C |  |
| Requested Risk Charge | 200\% |  |
| Notice of Hearing |  |  |
| Proposed Notice of Hearing | Exhibit E |  |
| Proof of Mailed Notice of Hearing (20 days before hearing) | Exhibit E |  |
| Proof of Published Notice of Hearing (10 days before hearing) | Exhibit F |  |
| Ownership Determination |  |  |
| Land Ownership Schematic of the Spacing Unit | Exhibit C-2 |  |
| Tract List (including lease numbers and owners) | Exhibit C-3 |  |
| Pooled Parties (including ownership type) | Exhibit C-3 |  |
| Unlocatable Parties to be Pooled | Exhibits C-3 and E |  |
| Ownership Depth Severance (including percentage above \& below) | N/A |  |
| Joinder |  |  |
| Sample Copy of Proposal Letter | Exhibit C-4 |  |
| List of Interest Owners (ie Exhibit C of JOA) | Exhibit C-3 |  |
| Chronology of Contact with Non-Joined Working Interests | Exhibit C-5 |  |
| Overhead Rates In Proposal Letter | Exhibit C-4 |  |
| Cost Estimate to Drill and Complete | Exhibit C-4 |  |
| Cost Estimate to Equip Well | Exhibit C-4 |  |
| Cost Estimate for Production Facilities | Exhibit C-4 |  |
| Geology |  |  |
| Summary (including special considerations) | Exhibit D |  |
| Spacing Unit Schematic | Exhibit C-1 |  |
| Gunbarrel/Lateral Trajectory Schematic | N/A |  |
| Well Orientation (with rationale) | Exhibit D |  |
| Target Formation | Strawn Formation |  |
| HSU Cross Section | Exhibit D-3 |  |
| Depth Severance Discussion | N/A |  |
| Forms, Figures and Tables |  |  |
| C-102 | Exhibit C-1 |  |
| Tracts | Exhibit C-3 |  |
| Summary of Interests, Unit Recapitulation (Tracts) | Exhibit C-3 |  |
| General Location Map (including basin) | Exhibits C-2 and D-1 |  |
| Released to Imaging: 6/1/2022 8:07:45 AM Weil Bore Location Miap | Exhbiit C-1 |  |

Received by OCD: $5 / 31 / 2022$ 3:17:37 PM

| Structure Contour Map - Subsea Depth | Exhibit D-2 |
| :--- | :--- |
| Cross Section Location Map (including wells) | Exhibit D-2 |
| Cross Section (including Landing Zone) | Exhibit D-3 |
| Additional Information |  |
| Special Provisions/Stipulations | N/A |

CERTIFICATION: I hereby certify that the information provided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative): Michael H. Feldewert

| Signed Name (Attorney or Party Representative): |  |
| :--- | :--- | :--- |
| Date: | 31-May-22 |

# STATE OF NEW MEXICO <br> DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION 

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

CASE NO. _22801

## APPLICATION

Matador Production Company ("Matador" or "Applicant") (OGRID No. 228937), through its undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling all uncommitted interests in a standard 80-acre spacing unit within the Strawn formation [Shipp; Strawn (Pool Code 55695)] underlying the N/2 NW/4 of Section 1, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico. In support of this application, Applicant states:

1. Applicant is an interest owner in the subject acreage and has a right to drill thereon.
2. Applicant proposes to dedicate the above-referenced spacing unit to its proposed Julie 01-17S-37E \#1, a directional well to be drilled and completed at a nonstandard bottom-hole location in the NW/4 NW/4 (Unit D) of Section 1 to a depth sufficient to test the Strawn formation.
3. The special pool rules issued under Order No. R-8062, et. seq., for the Shipp; Strawn, Pool require 80-acre spacing and for wells to be located within 150 feet of the center of a governmental quarter-quarter section.
4. Applicant will separately seek administrative approval for the proposed non-standard location.
5. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all working interest owners in the subject acreage.
6. The pooling of interests will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.
7. In order to permit Applicant to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this spacing unit should be pooled and Applicant should be designated the operator the proposed well and spacing unit.

WHEREFORE, Matador requests that this application be set for hearing before an Examiner of the Oil Conservation Division on June 2, 2022, and, after notice and hearing as required by law, the Division enter an order:
A. Pooling all uncommitted interests within the proposed spacing unit;
B. Designating Applicant as the operator of said spacing unit and well;
C. Authorizing Applicant to recover its costs of drilling, equipping, completing, and recompleting the well;
D. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
E. Imposing a $200 \%$ charge for the risk assumed by Applicant in drilling and recompleting the well against any working interest owner who does not voluntarily participate in the drilling and recompleting of the well.

Respectfully submitted,
HOLLAND \& HART LLP

By:


Adam G. Rankin
Julia Broggi
Post Office Box 2208
Santa Fe, NM 87504
505-998-4421
505-983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com jbroggi@hollandhart.com

Attorneys for Matador Production Company

# STATE OF NEW MEXICO <br> DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION 

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

CASE NO. 22801

## AFFIDAVIT OF REECE CLARK

Reece Clark, of lawful age and being first duly sworn, states the following:

1. My name is Reece Clark and I am employed by MRC Energy Company, an affiliate of Matador Production Company ("Matador"), as a Landman.
2. I graduated from the University of Oklahoma in 2019 with a Bachelor's degree in Business Administration (Energy Management and Finance). Since graduating, I have worked for Matador as a Landman, with a focus in Eddy and Lea Counties, New Mexico. I am a member of the American Association of Professional Landmen, the Dallas Association of Petroleum Landmen, and Permian Basin Landmen's Association. In addition, as part of my employment with Matador, I am also required to complete at least 40 hours of continuing education about the oil and gas industry each year.
3. I am familiar with the application filed by Matador in this case and the status of the lands in the subject area.
4. Matador seeks an order pooling all uncommitted interests in the Strawn formation [Shipp; Strawn (Pool Code 55695)] underlying a standard 80-acre vertical well spacing unit comprised of the N/2 NW/4 of Section 1, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico. Matador further seeks to dedicate the spacing unit to its proposed Julie 01-17S-37E \#1 well (API pending), to be completed at a non-standard
location in the NW/4 NW/4 (Unit D) of said Section 1 to a depth sufficient to test the Strawn formation. Matador also requests that it be designated as operator of the well and spacing unit.
5. Matador owns a working interest in the N/2 NW/4 of Section 1 on which it proposes to drill the Julie 01-17S-37E \#1 well, with a surface location 359 feet from the north line and 326 feet from the west line, and bottom-hole location at 958 feet from the north line and 1,112 feet from the west line of Section 1 .
6. Matador Exhibit C-1 is a form C-102 plat showing the well and the location within the proposed spacing unit. The spacing unit is comprised of the N/2 NW/4 of Section 1.
7. Special pool rules issued under Order No. R-8062, as amended, govern the Shipp; Strawn Pool and require wells to be located within 150 feet of the center of a governmental quarter-quarter section. The proposed well location is unorthodox under the special pool rules. Matador has separately filed an application to seek administrative approval for the proposed non-standard location.
8. Matador Exhibit C-2 is a map showing the proposed spacing and the two tracts involved. All acreage is fee.
9. Matador Exhibit C-3 identifies the working ownership interests in the proposed spacing unit. Matador seeks to pool all owners identified on the exhibit, which are comprised of unleased mineral interest owners.
10. Matador Exhibit C-4 contains a sample well proposal letters and AFE for the proposed well sent to each unleased mineral. In addition to sending well proposals and AFEs, Matador also made offers to lease to all unleased mineral interest owners. The costs reflected in
the AFE are consistent with what other operators have incurred for similar recompletions in this formation.
11. No ownership depth severances exist within the Strawn formation in the proposed spacing unit.
12. Matador has estimated the overhead and administrative costs at $\$ 8000$ /month while drilling and $\$ 800 /$ month while operating the well. These costs are consistent with what other operators are charging in this area for similar wells. Matador respectfully requests that these administrative and overhead costs be incorporated into any order entered by the Division.
13. Matador has conducted a diligent search of the public records in the county where the property is located, reviewed telephone directories, and conducted computer searches to locate contact information for each of these mineral owners. As indicated in Matador Exhibit C-5, despite these efforts, there are some unleased mineral owners for whom it appears we have not been able to find good contact information.
14. Matador Exhibit C-5 contains a general summary of the contacts with the uncommitted owners that Matador seeks to pool. In my opinion, Matador has undertaken good faith efforts to reach an agreement with the uncommitted owners.
15. I provided the law firm of Holland \& Hart LLP a list of names and addresses for the uncommitted interest owners that Matador seeks to pool and instructed that they be notified of this hearing.
16. Matador Exhibit Nos. C-1 through C-5 were either prepared by me or compiled under my direction and supervision.

## FURTHER AFFIANT SAYETH NOT.



## STATE OF TEXAS ) COUNTY OF DALLAS )

SUBSCRIBED and SWORN to before me this 26 day of May 2022 by Reese Clark.


My Commission Expires:
September 27,2025


## EXHIBIT C-1



Energy, Minerals \& Natural Resources Department
OIL CONSERVATION DIVISION
1220 SOUTH ST. FRANCIS DR.
Santa Fe , New Mexico 87505

Case No. 22801
Form C-102
Revised Auguet 1, 2011
Submit one copy to appropriate District Office
$\square$ AMENDED REPORT
WELL LOCATION AND ACREAGE DEDICATION PLAT

| Pool Code |  |
| :---: | :---: |
| 55695 | Pool Name | Shipp; Strawn Nell Number Property Name JULIE 01-17S-37E

MATADOR PRODUCTION COMPANY 1

Elevation 3749.4'

## Surface Location

| Ul or lot No. | Section | Townshlp | Range | Lot Idn | Peet from the | North/South line | Feet from the | East/Test line | County |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 4 | 1 | $17-S$ | $37-E$ |  | 359 | NORTH | 326 | WEST | LEA |

Bottom Hole Location If Different From Surface

| UL or lot No. <br> 4 | Section <br> 1 | Township <br> $17-S$ | Range <br> $37-E$ | Lot Idn | Feet from the <br> 958 | North/South line <br> NORTH | Feet from the <br> 1112 | East/West line <br> WEST | County <br> LEA |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| Dediceted Acres <br> 82.36 | Joint or Infill | Consolidation Code | Order No. |  |  |  |  |  |  |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION


## EXHIBIT C-2

## Julie 1-17S-37E \#001 Tract Map



BEFORE THE OIL CONSERVATION DIVISION

## EXHIBIT C-3

## Summary of Interests

| Matador's Working | $57.6269 \%$ |
| :--- | :---: |
| Interest | $2.8132 \%$ |
| Voluntary Joinder | $14.7447 \%$ |
| Anticipated Voluntary <br> Joinder <br> Compulsory Pool Interest <br> Total | $24.8152 \%$ |


| Interest Owner | Description | Tract | Interest |
| :--- | :---: | :---: | :---: |
| Toles-Com-Ltd., A New Mexico Limited Partnership | Voluntary Joinder | 1 | $2.8132 \%$ |
| Slash Exploration Limited Partnership | Anticipated Voluntary <br> Joinder | $1 \& 2$ | $12.635872 \%$ |
| Gunsight Limited Partnership | Anticipated Voluntary <br> Joinder | $1 \& 2$ | $1.7185 \%$ |
| Chimney Rock Oil \& Gas, LLC | Anticipated Voluntary <br> Joinder | $1 \& 2$ | $0.0816 \%$ |
| Rio Potomac Investments, Inc. | Anticipated Voluntary <br> Joinder | $1 \& 2$ | $0.2719 \%$ |
| Armstrong Energy Corporation | Anticipated Voluntary <br> Joinder | $1 \& 2$ | $0.0369 \%$ |

## Summary of Interests (Cont'd)

| Interest Owner | Description | Tract | Interest |
| :---: | :---: | :---: | :---: |
| Alma L. Tisher and wife, Kelly B. Tisher, joint tenants | Uncommitted Mineral Interest Owner | 1 | 0.020255\% |
| Brian H. Scarborough, as sole and separate property | Uncommitted Mineral Interest Owner | 1 | 0.468050\% |
| Christa L. Leavell, Custodian for Michell C. Leavell | Uncommitted Mineral Interest Owner | 1 | 0.168794\% |
| Christa L. Leavell, whose marital status is unknown | Uncommitted Mineral Interest Owner | 1 | $0.168794 \%$ |
| Citadel Oil and Gas Corporation | Uncommitted Mineral Interest Owner | 1 | 0.253186\% |
| Debra Kay Primera, as sole and separate property | Uncommitted Mineral Interest Owner | 1 | 1.563192\% |
| FFF, Inc. | Uncommitted Mineral Interest Owner | 1 | 0.063297\% |
| Frannifin, LLC | Uncommitted Mineral Interest Owner | 1 | 0.031648\% |
| Harle, Inc. | Uncommitted Mineral Interest Owner | 1 | 0.281318\% |

## Summary of Interests (Cont'd)

| Interest Owner | Description | Tract | Interest |
| :---: | :---: | :---: | :---: |
| Jan C. Ice, whose marital status is unknown | Uncommitted Mineral Interest Owner | 1 | 0.031648\% |
| Jonathan S. Roderick, Trustee of the Jonathan S. Roderick Living Trust dated February 8, 2007 | Uncommitted Mineral Interest Owner | 1 | 0.050637\% |
| Louis A. Oswald, III, as sole and separate property | Uncommitted Mineral Interest Owner | 1 | 0.253186\% |
| Louis A. Oswald, III, Trustee of the Oswald Family Trust dated April 21, 1998 | Uncommitted Mineral Interest Owner | 1 | 0.101275\% |
| Marguerite Fort Bruns, as sole and separate property | Uncommitted Mineral Interest Owner | 1 | 1.172160\% |
| Motowi, LLC | Uncommitted Mineral Interest Owner | 1 | 0.031648\% |
| MW Oil Investment Company, Inc. | Uncommitted Minerai Interest Owner | 1 | 1.022873\% |
| Pumpkin Buttes LLC | Uncommitted Mineral Interest Owner | 1 | 0.081020\% |
| RFort Mineral Properties, LLC | Uncommitted Mineral Interest Owner | 1 | 1.172160\% |
| Ricky D. Raindl, as sole and separate property | Uncommitted Mineral Interest Owner | 1 | 1.562723\% |
| Robert Mitchell Raindl, as sole and separate property | Uncommitted Mineral Interest Owner | 1 | 2.734883\% |
| Rosemary K. McAtee, whose marital status is unknown | Uncommitted Mineral Interest Owner | 1 | 0.041863\% |
| Tommy L. Fort, as sole and separate property | Uncommitted Mineral Interest Owner | 1 | 1.172160\% |
| Trobaugh Properties, a Texas general partnership | Uncommitted Mineral Interest Owner | 1 | 0.468050\% |
| William N. Heiss and Susan E. Heiss, Co-Trustees of the William N. Heiss Profit Sharing Plan | Uncommitted Mineral Interest Owner | 1 | 0.253186\% |
| Wyotex Oil Company | Uncommitted Mineral Interest Owner | 1 | 1.171408\% |

## Summary of Interests (Cont'd)

| Interest Owner | Description | Tract | Interest |
| :--- | :---: | :---: | :---: |
| Avyril M. Mahoney, a/k/a Avyril M. Brotherton, whose marital status is <br> unknown | Uncommitted Mineral <br> Interest Owner | 2 | $0.041842 \%$ |
| Brian H. Scarborough, as sole and separate property | Uncommitted Mineral <br> Interest Owner | 2 | $0.467823 \%$ |
| Debra Kay Primera, as sole and separate property ${ }^{1}$ | Uncommitted Mineral <br> Interest Owner | 2 | $1.562433 \%$ |
| Emma Jean Taylor, whose marital status is unknown | Uncommitted Mineral <br> Interest Owner | 2 | $0.041842 \%$ |
| Ernest Lee McAtee, Jr., whose marital status is unknown | Uncommitted Mineral <br> Interest Owner | 2 | $0.041842 \%$ |
| Marguerite Fort Bruns, as sole and separate property ${ }^{1}$ | Uncommitted Mineral <br> Interest Owner | 2 | $1.171590 \%$ |
| RFort Mineral Properties, LLC ${ }^{1}$ | Uncommitted Mineral <br> Interest Owner | 2 | $1.171590 \%$ |
| Ricky D. Raindl, as sole and separate property ${ }^{1}$ | Uncommitted Mineral <br> Interest Owner | 2 | $1.561965 \%$ |
| Robert Mitchell Raindl, as sole and separate property ${ }^{1}$ | Uncommitted Mineral <br> Interest Owner | 2 | $2.733555 \%$ |
| Rosemary K. McAtee, whose marital status is unknown | Uncommitted Mineral <br> Interest Owner | 2 | $0.041842 \%$ |
| Tommy L. Fort, as sole and separate property ${ }^{1}$ | Uncommitted Mineral <br> Interest Owner | 2 | $1.171590 \%$ |
| Trobaugh Properties, a Texas general partnership | Uncommitted Mineral <br> Interest Owner | 2 | $0.467823 \%$ |

## EXHIBIT C-4

# MRC Permian Company 

Voice 972.619.1259 • Fax 214.866.4946
djohns(a matadorresources.com

## David Johns <br> Landman

March 22, 2022

## VIA CERTIFIED RETURN RECEIPT MAIL

Brian H. Scarborough, S\&SP
P.O. Box 2474

Midland, TX 79702
Re: MRC Permian Company - Julie 1-T17S-R37E \#001 (the "Well")
Participation Proposal
Section 8, Township 17 South, Range 38 East
Lea County, New Mexico
Dear Sir/Madam:
MRC Permian Company ("MRC") proposes the drilling of Julic 1-T17S-R37E \#001 well, located in N2 NW4 of Section 1, Township 17 South, Range 37 East, Lea County, New Mexico.

MRC requests that you indicate your election to participate in the drilling and completion of the Well in the space provided below, sign and return one (1) copy of this letter to the undersigned.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping the Well is $\$ 3,978,483$ as itemized on the enclosed Authority for Expenditure ("AFE") dated March 3, 2022.

MRC reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. MRC will advise you of any such modifications.

If your election is to participate in the drilling and completion of the Well, please sign and return a copy of the enclosed AFE within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFE is only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. Please contact me if you have any questions.
Sincerely,


David Johns

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C4
Submitted by: Matador Production Company
Hearing Date: June 2, 2022
Case No. 22801

Enclosure(s)

## Brian H. Scarborough, S\&SP hereby elects to:

Participate for its proportionate share of the costs detailed in the enclosed AFE associated with MRC Permian Company's Julie 1-17S-37E \#001 well. Not to participate in the Julie 1-17S-37E \#001.

## Brian H. Scarborough, S\&SP

By: $\qquad$
Title: $\qquad$
Date: $\qquad$
Contact Number:

## MRC Permian Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240
Voice 972.619.1259 • Fax 214.866.4946
djohns@matadorresources.com

## David Johns <br> Landman

April 1, 2022

## VIA CERTIFIED RETURN RECEIPT MAIL

Alma L. Tisher \& Kelly B. Tisher, as joint tenants
P.O. Box 533

Littleton, CO 80160
Re: MRC Permian Company - Julie 1-T17S-R37E \#001 (the "Well")
Participation Proposal
Section 1, Township 17 South, Range 37 East
Lea County, New Mexico

## Dear Sir/Madam:

MRC Permian Company ("MRC") proposes the drilling of Matador Production Company's Julie 1-T17S-R37E \#001 well, located in N/2NW/4 Section 1, Township 17 South, Range 37 East, Lea County, New Mexico.

MRC requests that you indicate your election to participate in the drilling and completion of the Well in the space provided below, sign and return one (1) copy of this letter to the undersigned.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping the Well is $\$ 3,978,493$ as itemized on the enclosed Authority for Expenditure ("AFE") dated March 3, 2022.

MRC reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. MRC will advise you of any such modifications.

If your election is to participate in the drilling and completion of the Well, please sign and return a copy of the enclosed AFE within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFE is only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. Please contact me if you have any questions.
Sincerely,

David Johns

## Enclosure(s)

## Alma L. Tisher \& Kelly B. Tisher, as joint tenants hereby elects to:

## - Participate for its proportionate share of the costs detailed in the enclosed AFE associated with MRC Permian Company's Julie 1-T17S-R37E \#001 well. <br> $\ldots \quad$ Not to participate in the Julie 1-T17S-R37E \#001.

## Alma L. Tisher \& Kelly B. Tisher, as joint tenants

By: $\qquad$
Title: $\qquad$
Date: $\qquad$
Contact Number:

MATADOR PRODUCTION COMPANY
ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240
Phone (972) 371-6200 • Fax (972) 371-5201
ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

| DATE: | March 3, 2022 | AfE NO.: | 500002.750.01,001 |
| :---: | :---: | :---: | :---: |
| WELL NAME: | Julie 1-17S-37E \#001 | FELD: |  |
| location: | 1, T17S-R37E | MDITVD: | 12,000'/12,000' |
| COUNTY/STATE: | Le日, Now Mexico | LATERAL LENGTH: | 0 |
| MRC W: |  |  |  |
| GEOLOGIC TARGET; | Strawn |  |  |
| REMARKS: | Drill, complete and equip a vertical Strawn well |  |  |


| INTANGIBLE COSTS | $\begin{gathered} \text { DRILUNG } \\ \text { cOSTS } \end{gathered}$ | $\begin{gathered} \text { COMPLETION } \\ \text { cOSTS } \\ \hline \end{gathered}$ | PRODUCTION COSTS | FACILITY COSTS | total costs |
| :---: | :---: | :---: | :---: | :---: | :---: |
| Land/Legal/Regulatory \$ | 50,000 | 5 | 5 | \$ | \$ 50,000 |
| Location, Surveys \& Damages | 150,500 | 16,200 | 5,000 | . | 1771,700 |
| Drilling | 730,150 |  |  |  | 730,150 |
| Cemeniling s Float Equlp | 173,000 |  |  |  | 173,000 |
| Logging / Formation Evaluation | 54,000 | 4,320 | 3,000 |  | 61,320 |
| Flowback - Labor |  |  |  |  | . |
| Flowback - Surface Rentals |  |  |  |  | - |
| Flowback - Rental Living Quarters |  |  |  |  | - |
| Mud Logglng | $\stackrel{-}{-}$ |  |  |  | $\stackrel{-}{-}$ |
| Mud Cireulation System | 28,766 |  |  |  | 28,766 |
| Mud \& Chemicals | 50,625 | 7.560 | 1,600 |  | 59,785 |
| Mud / Wastewater Disposal | 120,000 | 1,350 | 1,000 | - | 122,350 |
| Frelght / Transporfation | 12,000 | 11,340 | 5,000 | - | 28,340 |
| Rig Supervision / Engineering | 48,750 | 21,384 | 9,500 | 12,600 | 82,234 |
| Drill Blts | 70,000 |  |  |  | 70,000 |
| Drill Blt Purchase |  |  |  |  |  |
| Fuel \& Power | 126,750 | 3,240 | 500 | - | 130,400 |
| Water | 29,000 | 7,290 | 1,000 | 1.000 | 38,290 |
| Drig \& Completlon Overhead | 7,250 | - |  | - | 7,250 |
| Plugging \& Abandonment | - |  |  |  | - |
| Directlonal Drilling, Surveys | 82,750 |  |  |  | 82,750 |
| Completion Unit, Swab, CTU | - | 21.600 | 15,000 |  | 36,600 |
| Perfarating, Wirellne, sillckiline | - | 21,600 |  |  | 21,600 |
| High Pressure Pump Truck | . | 5.184 | 2,500 | - | 7.884 |
| Silmulation | . | 64.800 |  |  | 64,800 |
| Silmulation Flowback \& Disp | . | 4,050 |  |  | 4,050 |
| Insurance | 9,600 |  |  |  | 9,600 |
| Labor | 92,200 | 34,020 | 15,000 | 5,000 | 146,220 |
| Rental - Surtace Equipment | 56,833 | 45,252 | 12,500 | 5,000 | 119,585 |
| Renlal - Downhole Equipment | 41.750 | 2,700 |  |  | 44,450 |
| Renial - Llving Quarters | 28,880 | - - |  | $\cdots$ | 28,880 |
| Contingency | 98,140 | 19,175 |  | 2,360 | 119,675 |
| Operallons Center | 14,007 |  |  |  | 14,007 |
| TOTALINTANGI日LES > | 2,074,951 | 291,065 | 74,600 | 25,960 | 2,463,576 |
| TANGIBLE COSTS | DRILUNG COSTS | $\begin{aligned} & \text { COMPLETION } \\ & \text { COSTS } \end{aligned}$ | $\begin{gathered} \text { PRODUCTION } \\ \text { COSTS } \end{gathered}$ | FACILITY COSTS | TOTAL costs |
| Surface Casing | 107,300 | \$ | \$ | \$ | \$ 107,300 |
| Intermediate Casing | - |  |  |  | - |
| Drilling Liner | - |  |  |  | $\stackrel{-}{-}$ |
| Production Casing | 340,600 |  |  |  | 340,600 |
| Production Liner | - |  |  |  | - |
| Tubling | $\cdot$ |  | 84.200 |  | 84,200 |
| Wellhead | 51,000 |  | 30,000 |  | 81,000 |
| Packers, LIner Hangers | - | 8.480 |  |  | 6.480 |
| Tanks | $\cdot$ |  |  | 76,150 | 76,150 |
| Production Vessels | - |  |  | 60,500 | 68.500 |
| Flow Lines | - |  | 8,000 | 20,000 | 28.000 |
| Rod string | - |  | 104,000 |  | 104,000 |
| Artificlal Lift Equipment | - |  | 179,687 |  | 179,687 |
| Compressor | - |  |  | 15,000 | 15,000 |
| Installation Costs | $\cdot$ |  |  | 63,000 | 63,000 |
| Surface Pumps | - |  |  | 5,000 | 5,000 |
| Non-contrallable Surface | - |  |  | 2.000 | 2,000 |
| Non-controltable Downhole | - |  | 2,000 |  | 2,000 |
| Downhole Pumps | . |  | 8,000 |  | 8,000 |
| Measurement \& Meter Installation | - |  | 6,000 | 40,000 | 46,000 |
| Gas Conditioning / Dehydralion |  |  |  | - | - |
| Interconnecting Facility Plping |  |  |  | 100,000 | 100,000 |
| Gathering / Bulk Lines |  |  |  | - | - |
| Valves, Dumps, Controllers |  |  |  | - | - |
| Tank/Facility Containment |  |  |  | 25,000 | 25,000 |
| Fare Slack |  |  |  | 35,000 | 35,000 |
| Electrical / Grounding |  |  | 18.000 | 25,000 | 43,000 |
| Communlcations / SCADA |  |  | 28,000 | 10,000 | 38,000 |
| Instrumentation / Sataly |  |  |  | 57,000 | 57,000 |
| TOTAL TANGIELES > | 498,900 | 6,480 | 467,887 | 541,650 | 1,514,917 |
| TOTAL COSTS > | 2,573,851 | 297,545 | 539,487 | 567,610 | 3,978,483 |

## PREPARED BY MATADOR PRODUCTION COMPANY:

| Driling Engineer: rick Welsh \& Tylar Prooklng |  | Team Lead - WTXANM | Ald |
| :---: | :---: | :---: | :---: |
| Completions Enginaer | Jackson Driggs |  | APW |
| Production Enginear | 0 |  |  |

MATADOR RESOURCES COMPANY APPROVAL:

| Exaculive VP, COO/CFO |  | VP - Drilling |  |
| :---: | :---: | :---: | :---: |
|  | DEL |  | BG |
| Execulive VP, Legal |  | Exec Dir-Exploration |  |
|  | cA |  | NLF |
| President |  |  |  |
|  | MVH |  |  |

NON OPERATING PARTNER APPROVAL:

| Company Name: | Working Interest (\%): | Tax ID: |  |
| :---: | :---: | :---: | :---: |
| Signed by: | Date: |  |  |
| Tite: | Approval: | - No | (mark one) |

# MRC Permian Company <br> One Lincoin Centre • 5400 LBJ Freeway • Suite $1500 \cdot$ Dallas, Texas 75240 <br> Voice 972.619.1259 • Fax 214.866.4946 <br> djohns(omatadorresources.com 

## David Johns <br> Landman

April 21, 2022

## VIA CERTIFIED RETURN RECEIPT MAIL

Emma Jean Taylor
6355 N. Murray Rd.
Elyria, OH 44035
Re: MRC Permian Company - Julie 1-T17S-R37E \#001 (the "Well")
Participation Proposal
Section 1, Township 17 South, Range 37 East
Lea County, New Mexico
Dear Sir/Madam:
Reference is made to that previous proposal for the Julie 1-T17S-R37E $\# 001$, dated April I, 2022. I am writing to provide further information about the Well being proposed.

In connection with the above, please note the following:

- The Well will have a targeted interval within the Strawn formation. We plan to drill the well vertically in the Strawn ( $\sim 12,000^{\prime}$ TVD).
- The proposed surface location of the Well is approximately $359^{\prime}$ FNL and $326^{\prime}$ FWL of Section I, Township 17S, Range 37E, Lea County, New Mexico. The proposed bottom-hole location is $958^{\prime}$ FNL and $1,112^{\prime}$ FWL of Section 1, Township 17S, Range 37E, Lea County, New Mexico.

MRC Permian Company is proposing the subject well under the terms of the modified 1989 AAPL form of Operating Agreement dated March I, 2022, by and between Matador Production Company, as Operator, and Frannifin, LLC, et al, as Non-Operators, covering the NW/4 of Section 1, Township 17 South, Range 37 East, Lea County, New Mexico, and has the following general provisions:

- 100/300/300 Non-Consent Penalty
- $\$ 8,000 / \$ 800$ Drilling and Producing rate
- Matador Production Company named as Operator

Please contact me if you have any questions.

## EXHIBIT C-5

## Summary of Communications (Julie 1-17S-37E \#001-5/26/2022)

## Uncommitted Mineral Interest Owners (Tract 1)

## 1. Alma L. Tisher and wife, Kelly B. Tisher, joint tenants

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.

## 2. Brian H. Scarborough

In addition to sending well proposals, Matador has sent a lease offer to Brian H. Scarborough, and we are continuing to work to reach voluntary joinder via email and phone communications.

## 3. Christa L. Leavell, Custodian for Michell C. Leavell

In addition to sending well proposals, Matador has sent a lease offer to Christa L. Leavell, Custodian for Michell C. Leavell, and we are continuing to work to reach voluntary joinder via email communications.

## 4. Christa L. Leavell, whose marital status is unknown

In addition to sending well proposals, Matador has sent a lease offer to Christa L. Leavell, whose marital status is unknown, and we are continuing to work to reach voluntary joinder via email communications.

## 5. Citadel Oil and Gas Corporation

In addition to sending well proposals, Matador has sent a lease offer to Citadel Oil and Gas Corporation, and we are continuing to work to reach voluntary joinder via email communications.

## 6. Debra Kay Primera, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Debra Kay Primera, as sole and separate property, and we are continuing to work to reach voluntary joinder via email communications.

## 7. FFF, Inc.

In addition to sending well proposals, Matador has sent a lease offer to FFF, Inc., and we are continuing to work to reach voluntary joinder via email communications.

## 8. Frannifin, LLC

In addition to sending well proposals, Matador has sent a lease offer to Frannifin, LLC, and we are continuing to work to reach voluntary joinder via email communications.

## 9. Harle, Inc.

In addition to sending well proposals, Matador has sent a lease offer to Harle, Inc., and we are continuing to work to reach voluntary joinder via email communications.

## 10. Jan C. Ice, whose marital status is unknown

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.

## 11. Jonathan S. Roderick, Trustee of the Jonathan S. Roderick Living Trust dated February 8, 2007

In addition to sending well proposals, Matador has sent a lease offer to Jonathan S. Roderick, Trustee of the Jonathan S. Roderick Living Trust dated February 8, 2007, and we are continuing to work to reach voluntary joinder via email communications.
12. Louis A. Oswald, III, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Louis A. Oswald, III, as sole and separate property, and has been in contact via email in an attempt reach voluntary joinder.
13. Louis A. Oswald, III, Trustee of the Oswald Family Trust dated April 21, 1998

In addition to sending well proposals, Matador has sent a lease offer to Louis A. Oswald, III, Trustee of the Oswald Family Trust dated April 21, 1998 , and has been in contact via email in an attempt to reach voluntary joinder.

## 14. Marguerite Fort Bruns, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Marguerite Fort Bruns, as sole and separate property, and we are continuing to work to reach voluntary joinder via email communications.

## 15. Motowi, LLC

In addition to sending well proposals, Matador has sent a lease offer to Motowi, LLC, and we are continuing to work to reach voluntary joinder via email communications.
16. MW Oil Investment Company, Inc.

In addition to sending well proposals, Matador has sent a lease offer to MW Oil Investment Company, Inc., and we are continuing to work to reach voluntary joinder via email communications.

## 17. Pumpkin Buttes, LLC

In addition to sending well proposals, Matador has sent a lease offer to Pumpkin Buttes, LLC, and has been in contact via email in an attempt reach voluntary joinder.

## 18. RFort Mineral Properties, LLC

In addition to sending well proposals, Matador has sent a lease offer to RFort Mineral Properties, LLC, and we are continuing to work to reach voluntary joinder via email communications.

## 19. Ricky D. Raindl, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Ricky D. Raindl, as sole and separate property, and we are continuing to work to reach voluntary joinder via email and phone communications.

## 20. Robert Mitchell Raindl, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Robert Mitchell Raindl, as sole and separate property, and we are continuing to work to reach voluntary joinder via phone and email communications.

## 21. Rosemary K. McAtee, whose marital status is unknown

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.

## 22. Tommy L. Fort, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Tommy L. Fort, as sole and separate property, and we are continuing to work to reach voluntary joinder via email and phone communications.

## 23. Trobaugh Properties, a Texas general partnership

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.
24. William N. Heiss and Susan E. Heiss, Co-Trustees of the William N. Heiss Profit Sharing Plan

In addition to sending well proposals, Matador has sent a lease offer to William N. Heiss and Susan E. Heiss, CoTrustees of the William N. Heiss Profit Sharing Plan, and we are continuing to work to reach voluntary joinder via email communications.

## 25. Wyotex Oil Company

In addition to sending well proposals, Matador has sent a lease offer to Wyotex Oil Company, and has been in contact via email in an attempt reach voluntary joinder.

## Uncommitted Mineral Interest Owners (Tract 2)

1. Avyril M. Mahoney, a/k/a Avyril M. Brotherton, whose marital status is unknown

In addition to sending well proposals, Matador has confirmation of receipt of a lease offer and our well proposal to Avyril M. Mahoney, a/k/a Avyril M. Brotherton. However, we have thus far have been unable to get in contact with Ms. Brotherton.

## 2. Brian H. Scarborough

In addition to sending well proposals, Matador has sent a lease offer to Brian H. Scarborough, and we are continuing to work to reach voluntary joinder via email and phone communications.

## 3. Debra Kay Primera, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Debra Kay Primera, as sole and separate property, and we are continuing to work to reach voluntary joinder via email communications.

## 4. Emma Jean Taylor, whose marital status is unknown

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.

## 5. Ernest Lee McAtee, Jr., whose marital status is unknown

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.
6. Marguerite Fort Bruns, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Marguerite Fort Bruns, as sole and separate property, and we are continuing to work to reach voluntary joinder via email communications.

## 7. RFort Mineral Properties, LLC

In addition to sending well proposals, Matador has sent a lease offer to RFort Mineral Properties, LLC, and we are continuing to work to reach voluntary joinder via email communications.

## 8. Ricky D. Raindl, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Ricky D. Raindl, as sole and separate property, and we are continuing to work to reach voluntary joinder via email and phone communications.

## 9. Robert Mitchell Raindl, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Robert Mitchell Raindl, as sole and separate property, and we are continuing to work to reach voluntary joinder via phone and email communications.
10. Rosemary K. McAtee, whose marital status is unknown

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.

## 11. Tommy L. Fort, as sole and separate property

In addition to sending well proposals, Matador has sent a lease offer to Tommy L. Fort, as sole and separate property, and we are continuing to work to reach voluntary joinder via email and phone communications.

## 12. Trobaugh Properties, a Texas general partnership

Matador's well proposal and lease offer show as undelivered. Matador has made a good faith effort to find a valid address, but it appears we have not yet been able to locate this owner.

# STATE OF NEW MEXICO <br> DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION 

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

CASE NO. 22801

## AFFIDAVIT OF ANDREW PARKER

Andrew Parker, of lawful age and being first duly sworn, declares as follows:

1. My name is Andrew Parker. I work for MRC Energy Company, an affiliate of Matador Production Company ("Matador"), as a Vice President of Geology.
2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum geology. My credentials as a petroleum geologist have been accepted by the Division and made a matter of record.
3. I am familiar with the application filed by Matador in this case, and I have conducted a geologic study of the lands in the subject area.
4. Matador Exhibit D-1 is a locator map identifying the location of the proposed spacing unit within Section 1, Township 17 South, Range 37 East, Lea County, New Mexico. A red box identifies the general area where the spacing unit, which is depicted by a yellow rectangle, is located.
5. Matador Exhibit D-2 is a subsea structure map that I prepared off the top of the Strawn formation. The contour interval is 50 feet. The proposed spacing unit is depicted as a yellow box with a black outline. The proposed bottom-hole location for the Julie 01-17S-37E \#1 well is identified with a red dot. The structure map shows the Strawn formation is relatively flat across the area of the spacing unit but on a regional scale gently dips to the east. The structure appears
consistent across the spacing unit. I do not observe any faulting, pinchouts, or other geologic impediments to drilling in this acreage or at the proposed location.
6. Matador Exhibit D-3 is a structural cross-section that I prepared displaying openhole logs run over the Strawn formation from the three representative wells denoted from $A$ to $A^{\prime}$. For each well in the cross-section, the following logs are included: gamma ray, resistivity, and porosity. The top and bottom of the targeted Strawn formation are marked and depicted with a black line running across the cross-section. The proposed target interval for the Julie $01-17 \mathrm{~S}-37 \mathrm{E}$ \#1 well is within the Strawn formation. At the time the well is completed, Matador may choose to selectively complete only a portion of the Strawn formation based on the logs and other data we obtain while drilling the well.
7. Matador has identified a discrete reservoir in the spacing unit that it expects will be prospective. The bottom hole for the Julie 01-17S-37E \#1 well are located where Matador believes it can most effectively and efficiently drain the reservoir it has identified within this spacing unit. In my opinion, the proposed location is necessary to prevent waste and protect correlative rights.
8. In my opinion, the proposed directional well is the most efficient way to develop this acreage, to prevent the drilling of unnecessary wells, and to result in the greatest ultimate recovery.
9. Approving Matador's application will be in the best interest of conservation, the prevention of waste, and protection of correlative rights.
10. Matador Exhibits D-1 through D-3 were either prepared by me or compiled under my direction and supervision.

FURTHER AFFIANT SAYETH NOT.


SUBSCRIBED and SWORN to before me this $26 \frac{14}{-}$ day of May 2022 by Andrew Parker.


My Commission Expires:

$$
8-21-2023
$$



BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. D1
Submitted by: Matador Production Company
Hearing Date: June 2, 2022



## Map Legend

Julie \#001

Project Area


D-2

## Shipp; Strawn (Pool Code 55695) Structural Cross-Section A - A'

Exhibit D-3


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

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

CASE NOS. 22801

## AFFIDAVIT

STATE OF NEW MEXICO )
) ss.
COUNTY OF SANTA FE )
Michael H. Feldewert, attorney in fact and authorized representative of the Applicant herein, being first duly sworn, upon oath, states

1. The above-referenced applications and notice of the hearing on this application was sent by certified mail to the affected parties on the date set forth in the letter attached hereto.
2. The spreadsheet attached hereto contains the names of the parties to whom notice was provided.
3. The spreadsheet attached hereto contains the information provided by the United States Postal Service on the status of the delivery of this notice as of May 24, 2022.
4. I caused a notice to be published to all parties subject to these compulsory pooling proceedings on May 17, 2022. An affidavit of publication from the publication's legal clerk with a copy of the notice publication is attached as Exhibit F.


Michael H. Feldewert
BEFORE THE OIL CONSERVATION DIVISION

SUBSCRIBED AND SWORN to before me this 31st day of May, 2022 by Michael H. Feldewert.

My Commission Expires:


Nov.12,2023

STATE OF NEW MEXICO NOTARY PUBLIC CARLA GARCIA COMMISSION \# 1127528
COMMISSION EXPIRES 11/12/2023

May 13, 2022

## VIA CERTIFIED MAIL

 CERTIFIED RECEIPT REQUESTED
## TO: ALL POOLED PARTIES

Re: Application of Matador Production Company for Compulsory Pooling, Lea County, New Mexico: Julie 01-17S-37E \#1

Ladies \& Gentlemen:
This letter is to advise you that Matador Production Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on June 2, 2022, and the status of the hearing can be monitored through the Division's website at http://www.emnrd.state.nm.us/ocd/.

During the COVID-19 Public Health Emergency, state buildings are closed to the public and hearings will be conducted remotely beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed online or in person at the Division's Santa Fe office and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact David Johns, at (972) 6191259 or djohns@matadorresources.com.

Sincerely,


Michael H. Feldewert
Attorneys for Matador Production
Company

New Mexico

Utah
Washington, D.C.
Wyoming

| TrackingNo | ToName | DeliveryAddress | City | State | Zip | USPS_Status |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 9414811898765879326415 | Alma L. Tisher and wife, Kelly B. Tisher, joint tenants | PO Box 533 | Littleton | CO | 80160-0533 | Your item was delivered at 8:13 am on May 18, 2022 in LITTLETON, CO 80160. |
| 9414811898765879326514 | Debra Kay Primera | PO Box 28504 | Austin | TX | 78755-8504 | This is a reminder to arrange for redelivery of your item or your item will be returned to sender. |
| 9414811898765879326552 | Elizabeth Jane Kay, Trustee of the Elizabeth Jane Kay Family Trust | PO Box 9602 | Colorado Springs | CO | 80932-0602 | Your item was picked up at the post office at $4: 33 \mathrm{pm}$ on May 18, 2022 in COLORADO SPRINGS, CO 80909. |
| 9414811898765879326569 | Emma Jean Taylor | 6355 Murray Ridge Rd | Elyria | OH | 44035-1027 | This is a reminder to arrange for redelivery of your item or your item will be returned to sender. |
| 9414811898765879326521 | Ernest Lee McAtee, Jr. | 640 Steiner Rd | Creston | OH | 44217-9789 | Your item arrived at the SANTA FE, NM 87501 post office at 6:23 am on May 21, 2022 and is ready for pickup. |
| 9414811898765879326507 | Fall River Resources, Inc. | PO Box 13456 | Denver | CO | 80201-3456 | Your item was picked up at the post office at 2:33 pm on May 17, 2022 in DENVER, CO 80202. |
| 9414811898765879326590 | FFF, Inc. | PO Box 20129 | Sarasota | FL | 34276-3129 | Your item was picked up at the post office at 2:49 pm on May 20, 2022 in SARASOTA, FL 34231. |
| 9414811898765879326545 | Frannifin, LLC | PO Box 13128 | Las Cruces | NM | 88013-3128 | Your item was picked up at the post office at 1:28 pm on May 17, 2022 in LAS CRUCES, NM 88011. |
| 9414811898765879326583 | George M. OBrien | PO Box 1743 | Midland | TX | 79702-1743 | Your item was delivered at 10:42 am on May 19, 2022 in MIDLAND, TX 79701. |
| 9414811898765879326538 | Harle, Inc. | PO Box 1000 | Roswell | NM | 88202-1000 | Your item was picked up at the post office at 1:03 pm on May 17, 2022 in ROSWELL, NM 88201. |
| 9414811898765879326576 | Jan C. Ice | PO Box 7366 | Covington | WA | 98042-0043 | Your item was picked up at the post office at $12: 31 \mathrm{pm}$ on May 17, 2022 in KENT, WA 98042. |
| 9414811898765879326453 | Avyril M. Brotherton | 1324 Ewing Ridge Rd | Waverly | WV | 26184-3527 | Your item was delivered to an individual at the address at 11:24 am on May 16, 2022 in WAVERLY, WV 26184. |
| 9414811898765879321212 | Jonathan S. Roderick, Trustee of the Jonathan S. Roderick Living Trust dated February 8, 2007 | PO Box 7961 | Boulder | CO | 80306-7961 | Your item was picked up at the post office at 11:07 am on May 16, 2022 in BOULDER, CO 80302. |
| 9414811898765879321250 | Leigh Taliaferro | 1414 Tanglewood Rd | Abilene | TX | 79605-4709 | Your item was delivered to the front desk, reception area, or mail room at 4:28 pm on May 16, 2022 in ABILENE, TX 79605. |
| 9414811898765879321267 | Louis A. Oswald, III | 5877 W Asbury PI | Lakewood | CO | 80227-2555 | Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility. |
| 9414811898765879321229 | Louis A. Oswald, III, Trustee of the Oswald Family Trust dated April 21, 1998 | PO Box 36157 | Denver | CO | 80236-0157 | This is a reminder to arrange for redelivery of your item or your item will be returned to sender. |
| 9414811898765879321205 | Marguerite Fort Bruns | 121711 Colorado Blvd, Unit 505 | Thorton | CO | 80241 | Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility. |
| 9414811898765879321298 | Martha Baker Nixon Taliaferro | 1414 Tanglewood Rd | Abilene | TX | 79605-4709 | Your item was delivered to the front desk, reception area, or mail room at $4: 28$ pm on May 16, 2022 in ABILENE, TX 79605. |

Case No. 22801 Postal Delivery Report

| 9414811898765879321243 | Motowi, LLC | PO Box 13128 | Las Cruces | NM | 88013-3128 | Your item was picked up at the post office at 1:28 pm on May 17, 2022 in LAS CRUCES, NM 88011. |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 9414811898765879321281 | MW Oil Investment Company, Inc. | 518 17th St Ste 540 | Denver | CO | 80202-4130 | Your item arrived at the SANTA FE, NM 87504 post office at 11:08 am on May 23, 2022 and is ready for pickup. |
| 9414811898765879321236 | Peggy Van Meter | 13959 Whitehead Rd | Lagrange | OH | 44050-9817 | Your item was delivered to an individual at the address at 2:08 pm on May 16, 2022 in LAGRANGE, OH 44050. |
| 9414811898765879321274 | Pumpkin Buttes LLC | PO Box 533 | Littleton | CO | 80160-0533 | Your item was delivered at 9:35 am on May 16, 2022 in LITTLETON, CO 80160. |
| 9414811898765879326460 | Bernard A. McAtee | 13039 Bursley Rd | Spencer | OH | 44275-9511 | Your item was delivered to an individual at the address at 12:07 pm on May 19, 2022 in SPENCER, OH 44275. |
| 9414811898765879321816 | RFort Mineral Properties, LLC | 9716 Admiral Emerson Ave NE | Albuquerque | NM | 87111-1318 | Your item was delivered to an individual at the address at 11:06 am on May 16, 2022 in ALBUQUERQUE, NM 87111. |
| 9414811898765879321854 | Ricky D. Raindl | PO Box 142454 | Irving | TX | 75014-2454 | Your item was delivered at 9:28 am on May 17, 2022 in IRVING, TX 75014. |
| 9414811898765879321861 | Robert Edward Eckels, Jr., L.L.C. | PO Box 1093 | Cedaredge | CO | 81413-1093 | Your item was picked up at the post office at 2:01 pm on May 16, 2022 in CEDAREDGE, CO 81413. |
| 9414811898765879321823 | Robert Mitchell Raindl | PO Box 142454 | Irving | TX | 75014-2454 | Your item was delivered at 9:28 am on May 17, 2022 in IRVING, TX 75014. |
| 9414811898765879321809 | Rosemary K. McAtee | RR 1 Box 100-A | Pennsboro | WV | 26415 | Your item arrived at the SANTA FE, NM 87504 post office at 11:08 am on May 23, 2022 and is ready for pickup. |
| 9414811898765879321892 | Scott Taliaferro, Jr. | 1414 Tanglewood Rd | Abilene | TX | 79605-4709 | Your item was delivered to the front desk, reception area, or mail room at 4:28 pm on May 16, 2022 in ABILENE, TX 79605. |
| 9414811898765879321847 | Toles-Com-Ltd., a New Mexico limited partnership | PO Box 1300 | Roswell | NM | 88202-1300 | Your item was picked up at the post office at 11:05 am on May 17, 2022 in ROSWELL, NM 88201. |
| 9414811898765879321885 | Tommy L. Fort | PO Box 5356 | Midland | TX | 79704-5356 | Your item was picked up at the post office at $2: 29 \mathrm{pm}$ on May 19, 2022 in MIDLAND, TX 79701. |
| 9414811898765879321830 | Trobaugh Properties, a Texas general partnership | 1405 First National Bank Building | Midland | TX | 79701 | Your item departed our USPS facility in ALBUQUERQUE, NM 87101 on May 23, 2022 at $5: 27 \mathrm{pm}$. The item is currently in transit to the destination. |
| 9414811898765879321878 | Polly Nixon Pater/Georgia Trust | 3112 Argonne Drive NW | Albuquerque | NM | 87111 | Your item arrived at the SANTA FE, NM 87501 post office at 6:23 am on May 21, 2022 and is ready for pickup. |
| 9414811898765879326422 | Blasco, LLC | 6235 Savannah Way | Colorado Springs | CO | 80919-4853 | The customer has requested that the Postal Service redeliver this item on May 18, 2022 in COLORADO SPRINGS, CO 80919. |
| 9414811898765879321717 | William N. Heiss and Susan E. Heiss, CoTrustees of the William N. Heiss Profit Sharing Plan | PO Box 2954 | Casper | WY | 82602 | Your item was picked up at the post office at $2: 30 \mathrm{pm}$ on May 17, 2022 in CASPER, WY 82601. |

Matador - Julie 01-17-S-37E 1
Case No. 22801 Postal Delivery Report

| 9414811898765879321755 | Wyotex Oil Company | 5877 W Asbury PI | Lakewood | CO | 80227-2555 | Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility. |
| :---: | :---: | :---: | :---: | :---: | :---: | :---: |
| 9414811898765879326408 | Brian H. Scarborough | PO Box 2474 | Midland | TX | 79702-2474 | Your item was delivered at 9:41 am on May 19, 2022 in MIDLAND, TX 79701. |
| 9414811898765879326491 | Christa L. Leavell | PO Box 470 | Robinson | IL | 62454-0470 | Your item was picked up at the post office at 11:35 am on May 16, 2022 in ROBINSON, IL 62454. |
| 9414811898765879326446 | Christa L. Leavell, Custodian for Michell C. Leavell | PO Box 470 | Robinson | IL | 62454-0470 | Your item was picked up at the post office at 11:35 am on May 16, 2022 in ROBINSON, IL 62454. |
| 9414811898765879326484 | Christopher R.F. Eckels | PO Box 30 | Cedaredge | CO | 81413-0030 | Your item was picked up at the post office at 10:59 am on May 16, 2022 in CEDAREDGE, CO 81413. |
| 9414811898765879326439 | Citadel Oil and Gas Corporation | PO Box 3052 | Denver | CO | 80201-3052 | Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility. |

# Affidavit of Publication 

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

Beginning with the issue dated May 17, 2022
and ending with the issue dated
May 17, 2022.

Publisher
Sworn and subscribed to before me this 17th day of May 2022.


Business Manager
My commission expires
January 29, 2023
(Seal)
GUSSIE BLACK
Notary Public - State of New Mexico
Commission \# 1087526
My Comm. Expires Jan 29, 2023
This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL NOTICE
May 17, 2022

## STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO
The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. During the COVID-19 Public Health Emergency, state buildings are closed to the public and Division hearings will be conducted remotely. The public hearing for the following case will be electronic and conducted remotely. The hearing will be conducted on Thursday, June 2, 2022, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at https://www.emnrd.nm.gov/ocd/hearing-info/ or obtained from Marlene Salvidrez, at Marlene.Salvidrez@state.nm.us, Documents filed in the case may be viewed at https://ocdimage.emnrd.nm.gov/lmaging/Default.aspx. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Marlene Salvidrez at Marlene.Salvidrez@state.nm.us, or the New Mexico Relay Network at 1-800-659-1779, no later than May 22, 2022.
Persons may view and participate in the hearings through the following link:
https://nmemnrd.webex.com/nmemnrd/onstage/g.php?MTID=e5d4dc968d44b04f b315a668f626e0591
Event number: 24818036002
Event password: : 5vuQUiw73bi
Join by video: 24818036002@nmemnrd.webex.com
You can also dial 173.243.2.68 and enter your meeting number
Numeric Password: 156446
Join by audio: 1-844-992-4726 United States Toll Free
Access code: 24818036002
STATE OF NEW MEXICO TO:
All named parties and persons having any right, title, interest or claim in the following case and notice to the public.
(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All pooled parties, ihcluding: Alma L. Tisher and wife, Kelly B. Tisher, joint tenants, their heirs and devisees; Avyril M. Brotherton, his or her heirs and devisees; Bernard A. McAtee, his heirs and devisees; Blasco, LLC; Brian H. Scarborough, his heirs and devisees; Christa L. Leavell, her heirs and devisees; Christa L. Leavell, Custodian for Michell C. Leavell, his heirs and devisees; Christopher R.F. Eckels, his heirs and devisees; Citadel Oil and Gas Corporation; Debra Kay Primera, her heirs and devisees; Elizabeth Jane Kay, Trustee of the Elizabeth Jane Kay Family Trust; Emma Jean Taylor, her heirs and devisees; Ernest Lee McAtee, Jr., his heirs and devisees; Fall River Resources, Inc.; FFF, Inc.; Frannifin, LLC; George M. O'Brien, his heirs and devisees; Harle, Inc.; Jan C. Ice, his or her heirs and devisees; Jonathan S. Roderick, Trustee of the Jonathan S. Roderick Living Trust dated February 8, 2007; Leigh Taliaferro, his or her heirs and devisees; Louis A. Oswald, III, his heirs and devisees; Louis A. Oswald, III, Trustee of the Oswald Family Trust dated April 21, 1998; Marguerite Fort Bruns, her heirs and devisees; Martha Baker Nixon Taliaferro, her heirs and devisees; Motowi, LLC; MW Oil Investment Company, Inc.; Peggy Van Meter, her heirs and devisees; Pumpkin Buttes LLC; RFort Mineral Properties, LLC; Ricky D. Raindl, his heirs and devisees; Robert Edward Eckels, Jr., L.L.C.; Robert Mitchell Raindl, his heirs and devisees; Rosemary K. McAtee, her heirs and devisees; Scott Taliaferro, Jr., his heirs and devisees; Toles-Com-Ltd., a New Mexico limited partnership; Tommy L. Fort, his heirs and devisees; Trobaugh Properties, a Texas general partnership; Polly Nixon Pater/Georgia Trust; William N. Heiss and Susan E. Heiss, Co-Trustees of the William N. Heiss Profit Sharing Plan; and Wyotex Oil Company.
Case No. 22801: Application of Matador Production Company for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling all uncommitted interests in a standard 80 -acre spacing unit within the Strawn formation underlying the N/2 NW/4 of Section 1 , Township 17 South, Range 37 East, NMPM, Lea County, New Mexico. Applicant proposes to dedicate the above-referenced spacing unit to its Julie 01-17S-37E \#1, a directional well to be drilled and completed at a non-standard bottom-hole location in the NW/4 NW/4 (Unit D) of Section 1 to a depth sufficient to test the Strawn formation. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, the actual operating costs and charges for supervision, the designation of applicant as operator of the well, and a $200 \%$ charge for risk involved in drilling and recompleting said well. Said area is located approximately 5 miles north of Humble, New Mexico.

