# BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING NOVEMBER 3, 2022

**CASE NOS. 23121-23124** 

BIVINS FED COM #137H WELL BIVINS FED COM #138H WELL BIVINS FED COM #213H WELL BIVINS FED COM #214H WELL

### LEA COUNTY, NEW MEXICO



APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21944, LEA COUNTY, NEW MEXICO

**CASE NO. 23121 ORDER NO. R-21944** 

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21945, LEA COUNTY, NEW MEXICO

**CASE NO. 23122 ORDER NO. R-21945** 

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21946, LEA COUNTY, NEW MEXICO

**CASE NO. 23123 ORDER NO. R-21946** 

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21947, LEA COUNTY, NEW MEXICO

**CASE NO. 23124 ORDER NO. R-21947** 

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- Matador Exhibit D: Self-Affirmed Statement of Notice
- Matador Exhibit E: Affidavit of Publication for Each Case

APPLICATION OF MATADOR PRODUCTION **COMPANY TO AMEND ORDER NO. R-21944,** LEA COUNTY, NEW MEXICO.

> **CASE NO. 23121 ORDER NO. R-21944**

**APPLICATION** 

Matador Production Company ("Matador" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-21944 ("Order") to allow for an extension of time for drilling the proposed initial well under the

Order. In support of its application, Matador states:

1. Division Order No. R-21944, entered on December 7, 2021, in Case No. 22345,

created a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 SE/4 of

Section 30 and the W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM,

Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit.

2. Order No. R-21944 further pooled the uncommitted interests in the Bone Spring

formation (WC-025 G-08 S2535340; Bone Spring [97088]) in the Unit and dedicated the Unit to

the proposed initial Bivins Fed Com #137H well (API No. 30-025-PENDING).

3. Applicant requests that Order No. R-21944 be re-opened and amended to

allow Applicant additional time to commence drilling the well under the Order.

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

Matador filed permits with the Bureau of Land Management in October 2021 and has not

yet received approval, thereby causing Matador to delay its intended plans to develop the

acreage subject to the Order.

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. A

Submitted by: Matador Production Company Hearing Date: November 3, 2022

5. Under the Order, Applicant would be required to commence drilling the well by December 8, 2022, and therefore, asks for the deadline to commence drilling the well be extended for a year, to December 8, 2023.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 3, 2022, and, after notice and hearing as required by law, the Division enter an order extending the time for Matador to commence drilling the proposed initial well under the Order.

Respectfully submitted,

**HOLLAND & HART LLP** 

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ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE :

**Application of Matador Production Company to Amend Order No. R-21944, Lea County, New Mexico.** Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21944. The Unit is comprised of the W/2 SE/4 of Section 30 and the W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21944 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial **Bivins Fed Com #137H well** to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21945, LEA COUNTY, NEW MEXICO.

CASE NO. <u>23122</u> ORDER NO. R-21945

#### **APPLICATION**

Matador Production Company ("Matador" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-21945 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. In support of its application, Matador states:

- 1. Division Order No. R-21945, entered on December 7, 2021, in Case No. 22346, created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit.
- 2. Order No. R-21945 further pooled the uncommitted interests in the Bone Spring formation (WC-025 G-08 S2535340; Bone Spring [97088]) in the Unit and dedicated the Unit to the proposed initial **Bivins Fed Com #138H well** (API No. 30-025-PENDING).
- 3. Applicant requests that Order No. R-21945 be re-opened and amended to allow Applicant additional time to commence drilling the well under the Order.
- 4. There is good cause for Applicant's request for an extension of time to drill. Matador filed permits with the Bureau of Land Management in October 2021 and has not yet received approval, thereby causing Matador to delay its intended plans to develop the acreage subject to the Order.

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5. Under the Order, Applicant would be required to commence drilling the well by December 8, 2022, and therefore, asks for the deadline to commence drilling the well be extended for a year, to December 8, 2023.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 3, 2022, and, after notice and hearing as required by law, the Division enter an order extending the time for Matador to commence drilling the proposed initial well under the Order.

Respectfully submitted,

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ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE :

Application of Matador Production Company to Amend Order No. R-21945, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21945. The Unit is comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21945 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Bivins Fed Com #138H well to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21946, LEA COUNTY, NEW MEXICO.

CASE NO. <u>23123</u> ORDER NO. R-21946

#### **APPLICATION**

Matador Production Company ("Matador" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-21946 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. In support of its application, Matador states:

- 1. Division Order No. R-21946, entered on December 7, 2021, in Case No. 22347, created a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 SE/4 of Section 30 and the W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit.
- 2. Order No. R-21946 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Bivins Fed Com #213H well** (API No. 30-025-PENDING).
- 3. Applicant requests that Order No. R-21946 be re-opened and amended to allow Applicant additional time to commence drilling the well under the Order.
- 4. There is good cause for Applicant's request for an extension of time to drill. Matador filed permits with the Bureau of Land Management in November 2021 and has not yet received approval, thereby causing Matador to delay its intended plans to develop the acreage subject to the Order.

5. Under the Order, Applicant would be required to commence drilling the well by December 8, 2022, and therefore, asks for the deadline to commence drilling the well be extended for a year, to December 8, 2023.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 3, 2022, and, after notice and hearing as required by law, the Division enter an order extending the time for Matador to commence drilling the proposed initial well under the Order.

Respectfully submitted,

**HOLLAND & HART LLP** 

Bv:

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ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE :

**Application of Matador Production Company to Amend Order No. R-21946, Lea County, New Mexico.** Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21946. The Unit is comprised of the W/2 SE/4 of Section 30 and the W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21946 pooled the uncommitted interests in the Wolfcamp formation and dedicated the Unit to the proposed initial **Bivins Fed Com #213H well** to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21947, LEA COUNTY, NEW MEXICO.

CASE NO. 23124 ORDER NO. R-21947

#### **APPLICATION**

Matador Production Company ("Matador" or "Applicant"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division to amend Order No. R-21947 ("Order") to allow for an extension of time for drilling the proposed initial well under the Order. In support of its application, Matador states:

- 1. Division Order No. R-21947, entered on December 7, 2021, in Case No. 22348, created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit.
- 2. Order No. R-21947 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Bivins Fed Com #214H well** (API No. 30-025-PENDING).
- 3. Applicant requests that Order No. R-21947 be re-opened and amended to allow Applicant additional time to commence drilling the well under the Order.
- 4. There is good cause for Applicant's request for an extension of time to drill. Matador filed permits with the Bureau of Land Management in November 2021 and has not yet received approval, thereby causing Matador to delay its intended plans to develop the acreage subject to the Order.

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- 5. Under the Order, Applicant would be required to commence drilling the well by December 8, 2022, and therefore, asks for the deadline to commence drilling the well be extended for a year, to December 8, 2023.
- 6. Additionally, Applicant requests that the pooling order correctly identify the spacing unit as the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 3, 2022, and, after notice and hearing as required by law, the Division enter an order extending the time for Matador to commence drilling the proposed initial well under the Order.

Respectfully submitted,

HOLLAND & HART LLP

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ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE :

Application of Matador Production Company to Amend Order No. R-21947, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21947. The Unit is comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21947 pooled the uncommitted interests in the Wolfcamp formation and dedicated the Unit to the proposed initial Bivins Fed Com #214H well to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

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BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
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Exhibit No. B

Submitted by: Matador Production Company Hearing Date: November 3, 2022

## STATE OF NEW MEXICO Case Nos. 23121, 23122, 23123, & 23124 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY MATADOR PRODUCTION COMPANY

CASE NO. 22345 ORDER NO. R-21944

#### **ORDER**

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on December 2, 2021, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### FINDINGS OF FACT

- 1. Matador Production Company ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### **CONCLUSIONS OF LAW**

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the

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- depth(s) and location(s) in the Unit described in Exhibit A.
- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

#### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by amending this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the

CASE NO. 22345 ORDER NO. R-21944

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well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."

- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share

- of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.
- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
ADRIENNE SANDOVAL
DIRECTOR

**Date:** \_\_\_\_\_

12/07/2021

CASE NO. 22345 ORDER NO. R-21944

AES/jag

#### Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS		
Case:	APPLICANT'S RESPONSE	
Date	December 2, 2021	
Applicant	Matador Production Company	
Designated Operator & OGRID (affiliation if applicable)	OGRID No. 228937	
Applicant's Counsel:	Holland & Hart LLP	
Case Title:	APPLICATIONS OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.	
Entries of Appearance/Intervenors:	N/A	
Well Family	Bivins Fed Com	
Formation/Pool		
Formation Name(s) or Vertical Extent:	Bone Spring Formation	
Primary Product (Oil or Gas):	Oil	
Pooling this vertical extent:	N/A	
Pool Name and Pool Code:	WC-025 G-08 S253534O; Bone Spring [97088]	
Well Location Setback Rules:	Statewide oil rules	
Spacing Unit Size:	240 acres	
Spacing Unit		
Type (Horizontal/Vertical)	Horizontal	
Size (Acres)	240	
Building Blocks:	40 acres	
Orientation:	South-North	
Description: TRS/County	W/2 SE/4 of Section 30 and W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County.	
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes	
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	See Exhibit C-3	
Well(s)		
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A	
Released to Imaging: 11/30/2021 2:28:33 PM	Submitted by: <b>Matador Production Compa</b> l Hearing Date: December 2, 2021 Case Nos. 22345-22348	

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CASE NO. 22345 ORDER NO. R-21944 Case Nos. 22345-22348

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Well #1	'Bivins Fed Com #137H well SHL: (Unit J) of Section 30, Township 24 South, Range 36 East BHL: (Unit O) of Section 31,Township 24 South, Range 36 East FTP: 1650 feet FEL, 2541 feet FSL Sec. 30 LTP: 1650 feet FEL, 100 feet FSL, Sec. 31 Target: Bone Spring Orientation: South-North Completion: Standard Location
Horizontal Well First and Last Take Points	Exhibit C-2
Completion Target (Formation, TVD and MD)	Exhibit C-2
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 A
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-2
Pooled Parties (including ownership type)	Exhibit C-3
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A of JOA) Released to Imaging: 11/30/2021 2:28:33 PM	Exhibit C-3

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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 D
Gunbarrel/Lateral Trajectory Schematic	N/A
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-3
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-1
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 pro	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Adam G. Rankin
Signed Name (Attorney or Party Representative):	( Ble-
Date:	1/30/2/ 30-Nov-21

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IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY MATADOR PRODUCTION COMPANY

CASE NO. 22346 ORDER NO. R-21945

#### <u>ORDER</u>

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on December 2, 2021, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### **FINDINGS OF FACT**

- 1. Matador Production Company ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### CONCLUSIONS OF LAW

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the

- depth(s) and location(s) in the Unit described in Exhibit A.
- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

#### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by amending this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the

CASE NO. 22346 ORDER NO. R-21945

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well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."

- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share

- of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.
- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

AES/jag

Date: 12/07/2021

#### Exhibit A

Received by OCD: 11/30/2021 2:10:21 PM Page 6 of 76 COMPULSORY POOLING APPLICATION CHECKLIST ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS **APPLICANT'S RESPONSE** Case: 22346 December 2, 2021 Date **Matador Production Company Applicant OGRID No. 228937** Designated Operator & OGRID (affiliation if applicable) **Holland & Hart LLP** Applicant's Counsel: **APPLICATIONS OF MATADOR PRODUCTION** Case Title: COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO. Entries of Appearance/Intervenors: **Bivins Fed Com** Well Family Formation/Pool **Bone Spring Formation** Formation Name(s) or Vertical Extent: Oil Primary Product (Oil or Gas): N/A Pooling this vertical extent: Pool Name and Pool Code: WC-025 G-08 S253534O; Bone Spring [97088] Statewide oil rules Well Location Setback Rules: 240 acres Spacing Unit Size: **Spacing Unit** Horizontal Type (Horizontal/Vertical) Size (Acres) 240 **Building Blocks:** 40 acres South-North Orientation: E/2 SE/4 of Section 30 and E/2 E/2 of Section 31, Description: TRS/County Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Standard Horizontal Well Spacing Unit (Y/N), If No, describe Yes **Other Situations** Depth Severance: Y/N. If yes, description No Proximity Tracts: If yes, description No N/A Proximity Defining Well: if yes, description See Exhibit C-3 Applicant's Ownership in Each Tract Well(s) Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)

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Well #2 Horizontal Well First and Last Take Points	'Bivins Fed Com #138H well SHL: (Unit J) of Section 30, Township 24 South, Range 36 East BHL: (Unit P) of Section 31,Township 24 South, Range 36 East FTP: 330 feet FEL, 2540 FSL feet Sec. 30 LTP: 330 feet FEL, 100 feet FSL Sec. 31 Target: Bone Spring Orientation: South-North Completion: Standard Location  Exhibit C-1
HORIZORIAI WEII FIRST AND LAST TAKE POINTS	EXHIBIT C-1
Completion Target (Formation, TVD and MD)	Exhibit C-1
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 A
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-2
Pooled Parties (including ownership type)	Exhibit C-3
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A 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 Released to Imaging: 11/30/2021 2:28:33 PM	Exhibit C-4

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Cost Estimate for Production Facilities	Exhibit C-4
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D
Gunbarrel/Lateral Trajectory Schematic	N/A
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-3
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-1
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 pro	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Adam G. Rankin
Signed Name (Attorney or Party Representative):	1060
Date:	30-Nov-

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IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY MATADOR PRODUCTION COMPANY

CASE NO. 22347 ORDER NO. R-21946

#### <u>ORDER</u>

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on December 2, 2021, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### **FINDINGS OF FACT**

- 1. Matador Production Company ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### CONCLUSIONS OF LAW

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the

- depth(s) and location(s) in the Unit described in Exhibit A.
- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

#### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by amending this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the

CASE NO. 22347 ORDER NO. R-21946

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well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."

- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
- 29. Operator may withhold the following costs and charges from the share of production due to each owner of a Non-Consenting Pooled Working Interest: (a) the proportionate share of the Reasonable Well Costs; (b) the proportionate share

- of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.
- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

AES/jag

Date: 12/07/2021

#### Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS		
Case: 22347	APPLICANT'S RESPONSE	
Date	December 2, 2021	
Applicant	Matador Production Company	
Designated Operator & OGRID (affiliation if applicable)	OGRID No. 228937	
Applicant's Counsel:	Holland & Hart LLP	
Case Title:	APPLICATIONS OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.	
Entries of Appearance/Intervenors:	N/A	
Well Family	Bivins Fed Com	
Formation/Pool		
Formation Name(s) or Vertical Extent:	Wolfcamp Formation	
Primary Product (Oil or Gas):	Oil	
Pooling this vertical extent:	N/A	
Pool Name and Pool Code:	Jal; Wolfcamp, West [33813]	
Well Location Setback Rules:	Statewide oil rules	
Spacing Unit Size:	240 acres	
Spacing Unit		
Type (Horizontal/Vertical)	Horizontal	
Size (Acres)	240	
Building Blocks:	40 acres	
Orientation:	South-North	
Description: TRS/County	W/2 SE/4 of Section 30 and W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County New Mexico.	
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes	
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	See Exhibit C-3	
Well(s)  Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)		

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Well #2 Horizontal Well First and Last Take Points	'Bivins Fed Com #213H well SHL: (Unit J) of Section 30, Township 24 South, Range 36 East BHL: (Unit P) of Section 31, Township 24 South, Range 36 East FTP: 2310 feet FEL, 2541 feet FSL Sec. 30 LTP: 2310 feet FEL, 100 feet FSL Sec. 31 Target: Wolfcamp Orientation: South-North Completion: Standard Location  Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibit C-1
AFE Capex and Operating Costs	\$8,000
Drilling Supervision/Month \$	100,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit C
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit A
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-2
Pooled Parties (including ownership type)	Exhibit C-3
Unlocatable Parties to be Pooled Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A 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

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Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D
Gunbarrel/Lateral Trajectory Schematic	N/A
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-5
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-1
Structure Contour Map - Subsea Depth	Exhibit D-4
Cross Section Location Map (including wells)	Exhibit D-4
Cross Section (including Landing Zone)	Exhibit D-5
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information pr	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Adam G. Rapkin
Signed Name (Attorney or Party Representative):	(26)
Date:	30-Nov-21

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IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY MATADOR PRODUCTION COMPANY

CASE NO. 22348 ORDER NO. R-21947

#### <u>ORDER</u>

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on December 2, 2021, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

#### **FINDINGS OF FACT**

- 1. Matador Production Company ("Operator") submitted an application ("Application") to compulsory pool the uncommitted oil and gas interests within the spacing unit ("Unit") described in Exhibit A. The Unit is expected to be a standard horizontal spacing unit. 19.15.16.15(B) NMAC. Operator seeks to be designated the operator of the Unit.
- 2. Operator will dedicate the well(s) described in Exhibit A ("Well(s)") to the Unit.
- 3. Operator proposes the supervision and risk charges for the Well(s) described in Exhibit A.
- 4. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice was given.
- 5. The Application was heard by the Hearing Examiner on the date specified above, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

#### CONCLUSIONS OF LAW

- 6. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
- 7. Operator is the owner of an oil and gas working interest within the Unit.
- 8. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 9. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.
- 10. Operator has the right to drill the Well(s) to a common source of supply at the

- depth(s) and location(s) in the Unit described in Exhibit A.
- 11. The Unit contains separately owned uncommitted interests in oil and gas minerals.
- 12. Some of the owners of the uncommitted interests have not agreed to commit their interests to the Unit.
- 13. The pooling of uncommitted interests in the Unit will prevent waste and protect correlative rights, including the drilling of unnecessary wells.
- 14. This Order affords to the owner of an uncommitted interest the opportunity to produce his just and equitable share of the oil or gas in the pool.

### **ORDER**

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. The Operator shall commence drilling the Well(s) within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.
- 20. This Order shall terminate automatically if Operator fails to comply with Paragraph 19 unless Operator obtains an extension by amending this Order for good cause shown.
- 21. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 22. Operator shall submit each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 23. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the

CASE NO. 22348 ORDER NO. R-21947

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well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."

- 24. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 25. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 26. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 27. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.
- 28. Operator may withhold the following costs and charges from the share of production due to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs: (a) the proportionate share of the Supervision Charges; and (b) the proportionate share of the Operating Charges.
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- of the Supervision and Operating Charges; and (c) the percentage of the Reasonable Well Costs specified as the charge for risk described in Exhibit A.
- 30. Operator shall distribute a proportionate share of the costs and charges withheld pursuant to paragraph 29 to each Pooled Working Interest that paid its share of the Estimated Well Costs.
- 31. Each year on the anniversary of this Order, and no later than ninety (90) days after each payout, Operator shall provide to each owner of a Non-Consenting Pooled Working Interest a schedule of the revenue attributable to a well and the Supervision and Operating Costs charged against that revenue.
- 32. Any cost or charge that is paid out of production shall be withheld only from the share due to an owner of a Pooled Working Interest. No cost or charge shall be withheld from the share due to an owner of a royalty interests. For the purpose of this Order, an unleased mineral interest shall consist of a seven-eighths (7/8) working interest and a one-eighth (1/8) royalty interest.
- 33. Except as provided above, Operator shall hold the revenue attributable to a well that is not disbursed for any reason for the account of the person(s) entitled to the revenue as provided in the Oil and Gas Proceeds Payment Act, NMSA 1978, Sections 70-10-1 *et seq.*, and relinquish such revenue as provided in the Uniform Unclaimed Property Act, NMSA 1978, Sections 7-8A-1 *et seq.*
- 34. The Unit shall terminate if (a) the owners of all Pooled Working Interests reach a voluntary agreement; or (b) the well(s) drilled on the Unit are plugged and abandoned in accordance with the applicable rules. Operator shall inform OCD no later than thirty (30) days after such occurrence.
- 35. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

AES/jag

Date: 12/07/2021

### Exhibit A

Page 12 of 76 Received by OCD: 11/30/2021 2:10:21 PM COMPULSORY POOLING APPLICATION CHECKLIST ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS **APPLICANT'S RESPONSE** Case: 22348 December 2, 2021 Date **Matador Production Company** Applicant OGRID No. 228937 Designated Operator & OGRID (affiliation if applicable) Holland & Hart LLP Applicant's Counsel: APPLICATIONS OF MATADOR PRODUCTION Case Title: COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO. Entries of Appearance/Intervenors: N/A **Bivins Fed Com** Well Family Formation/Pool **Wolfcamp Formation** Formation Name(s) or Vertical Extent: Oil Primary Product (Oil or Gas): N/A Pooling this vertical extent: Jal; Wolfcamp, West [33813] Pool Name and Pool Code: Statewide oil rules Well Location Setback Rules: 240 acres Spacing Unit Size: **Spacing Unit** Horizontal Type (Horizontal/Vertical) 240 Size (Acres) **Building Blocks:** 40 acres South-North Orientation: W/2 SE/4 of Section 30 and W/2 E/2 of Section 31, Description: TRS/County Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Standard Horizontal Well Spacing Unit (Y/N), If No, describe Yes **Other Situations** No Depth Severance: Y/N. If yes, description No Proximity Tracts: If yes, description Proximity Defining Well: if yes, description N/A Applicant's Ownership in Each Tract Exhibit C-3 Well(s) Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)

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Received by OCD: 11/30/2021 2:10:21 PM	Page 13 o
Well #2 Horizontal Well First and Last Take Points	'Bivins Fed Com #214H well SHL: (Unit J) of Section 30, Township 24 South, Range 36 East BHL: (Unit P) of Section 31,Township 24 South, Range 36 East FTP: 990 feet FEL, 2540 feet FSL Sec. 30 LTP: 990 feed FEL, 100 feet FSL Sec. 31 Target: Wolfcamp Orientation: South-North Completion: Standard Location  Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibit C-1
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 A
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-2
Pooled Parties (including ownership type)	Exhibit C-3
Unlocatable Parties to be Pooled Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A 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

Released to Imaging: 11/30/2021 2:28:33 PM

Received by OCD: 11/30/2021 2:10:21 PM	Page 14 of
Cost Estimate for Production Facilities	Exhibit C-4
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D
Gunbarrel/Lateral Trajectory Schematic	N/A
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-5
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C
Tracts	Exhibit C
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-1
Structure Contour Map - Subsea Depth	Exhibit D-4
Cross Section Location Map (including wells)	Exhibit D-4
Cross Section (including Landing Zone)	Exhibit D-5
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information pr	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Adam G. Rankin
Signed Name (Attorney or Party Representative):	( Charles )
Date:	30-Nov-21

Released to Imaging: 11/30/2021 2:28:33 PM

### BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico
Exhibit No. C
Submitted by: Matador Production Company Hearing by OCD: 11/1/2022 8:59:30 PM

Date: November 3, 2022 Case Nos. 23121, 23122, 23123, & 23124

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

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21944, LEA COUNTY, NEW MEXICO.

> **CASE NO. 23121** (Order R-21944)

### **AFFIDAVIT OF DAVID JOHNS**

David Johns, of lawful age and being first duly sworn, declares as follows:

- 1. My name is David Johns. I work for MRC Energy Company, an affiliate of Matador Production Company ("Matador"), as a Landman.
- 2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My credentials as a petroleum landman have been accepted by the Division and made a matter of public record.
- 3. I am familiar with the application filed by Matador in this newly filed case and the status of the development efforts for the pooled spacing unit.
- 4. Under Case No. 22345, the Division entered Order R-21944 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 SE/4 of Section 30, and W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit. Order No. R-21944 further pooled the uncommitted interests in the Bone Spring formation (WC-025 G-08 S2535340; Bone Spring [97088]) in the Unit and dedicated the Unit to the proposed initial Bivins Fed Com #137H well (API No. 30-025-PENDING) and required the commencement of drilling by December 7, 2022.
- Matador is eager to develop this acreage and has previously filed its application for a federal APD for the initial well in October 2021. Matador has been unable to drill the initial well yet because our federal APD has not been approved.
- Once Matador's previously filed federal APD is approved, Matador intends to promptly drill the initial well under the order. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until December 7, 2023.

- 7. None of the working interest owners that remain subject to these pooling orders have been asked at this time to make an election on the applicable well, or to pay their estimated share of the costs to drill, complete and equip the applicable well.
  - 8. The granting of this application will prevent waste and protect correlative rights.

FURTHER AFFIANT SAYETH NOT.

D. W. J. Pavid Johns

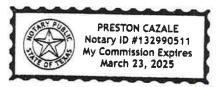
STATE OF TEXAS )
COUNTY OF Palles )

SUBSCRIBED and SWORN to before me this 3134 day of October 2022 David Johns.

NOTARY PUBLIC

My Commission Expires:

3/23/2028



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

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21945, LEA COUNTY, NEW MEXICO.

CASE NO. 23122 (Order R-21945)

### **AFFIDAVIT OF DAVID JOHNS**

David Johns, of lawful age and being first duly sworn, declares as follows:

- 1. My name is David Johns. I work for MRC Energy Company, an affiliate of Matador Production Company ("Matador"), as a Landman.
- 2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My credentials as a petroleum landman have been accepted by the Division and made a matter of public record.
- 3. I am familiar with the application filed by Matador in this newly filed case and the status of the development efforts for the pooled spacing unit.
- 4. Under Case No. 22346, the Division entered Order R-21945 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit. Order No. R-21945 further pooled the uncommitted interests in the Bone Spring formation (WC-025 G-08 S2535340; Bone Spring [97088]) in the Unit and dedicated the Unit to the proposed initial **Bivins** Fed Com #138H well (API No. 30-025-PENDING) and required the commencement of drilling by December 7, 2022.
- 5. Matador is eager to develop this acreage and has previously filed its application for a federal APD for the initial well in October 2021. Matador has been unable to drill the initial well yet because our federal APD has not been approved.
- 6. Once Matador's previously filed federal APD is approved, Matador intends to promptly drill the initial well under the order. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until December 7, 2023.

- 7. None of the working interest owners that remain subject to these pooling orders have been asked at this time to make an election on the applicable well, or to pay their estimated share of the costs to drill, complete and equip the applicable well.
  - 8. The granting of this application will prevent waste and protect correlative rights.

FURTHER AFFIANT SAYETH NOT.

David Johns

STATE OF TEXAS

COUNTY OF Palles

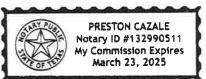
)

SUBSCRIBED and SWORN to before me this 3154 day of October 2022 David Johns.

NOTARY PUBLIC

My Commission Expires:

3/23/2025



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

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21946, LEA COUNTY, NEW MEXICO.

CASE NO. 23123 (Order R-21946)

### **AFFIDAVIT OF DAVID JOHNS**

David Johns, of lawful age and being first duly sworn, declares as follows:

- 1. My name is David Johns. I work for MRC Energy Company, an affiliate of Matador Production Company ("Matador"), as a Landman.
- 2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My credentials as a petroleum landman have been accepted by the Division and made a matter of public record.
- 3. I am familiar with the application filed by Matador in this newly filed case and the status of the development efforts for the pooled spacing unit.
- 4. Under Case No. 22347, the Division entered Order R-21946 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 SE/4 of Section 30, and W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit. Order No. R-21946 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Bivins Fed Com #213H well** (API No. 30-025-PENDING) and required the commencement of drilling by December 7, 2022.
- 5. Matador is eager to develop this acreage and has previously filed its application for a federal APD for the initial well in November 2021. Matador has been unable to drill the initial well yet because our federal APD has not been approved.
- 6. Once Matador's previously filed federal APD is approved, Matador intends to promptly drill the initial well under the order. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until December 7, 2023.

8. The granting of this application will prevent waste and protect correlative rights.

FURTHER AFFIANT SAYETH NOT.

David Johns

STATE OF TEXAS

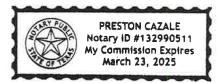
COUNTY OF Pallas

SUBSCRIBED and SWORN to before me this 31st day of October 2022 David Johns.

NOTARY PUBLIC

My Commission Expires:

3/23/2025



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

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21947, LEA COUNTY, NEW MEXICO.

CASE NO. 23124 (Order R-21947)

### **AFFIDAVIT OF DAVID JOHNS**

David Johns, of lawful age and being first duly sworn, declares as follows:

- 1. My name is David Johns. I work for MRC Energy Company, an affiliate of Matador Production Company ("Matador"), as a Landman.
- 2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My credentials as a petroleum landman have been accepted by the Division and made a matter of public record.
- 3. I am familiar with the application filed by Matador in this newly filed case and the status of the development efforts for the pooled spacing unit.
- 4. Under Case No. 22348, the Division entered Order R-21947 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Unit"), and designated Matador as operator of the Unit. Order No. R-21947 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Bivins Fed Com #214H well** (API No. 30-025-PENDING) and required the commencement of drilling by December 7, 2022.
- 5. Matador is eager to develop this acreage and has previously filed its application for a federal APD for the initial well in November 2021. Matador has been unable to drill the initial well yet because our federal APD has not been approved.
- 6. Once Matador's previously filed federal APD is approved, Matador intends to promptly drill the initial well under the order. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until December 7, 2023.

- 7. None of the working interest owners that remain subject to these pooling orders have been asked at this time to make an election on the applicable well, or to pay their estimated share of the costs to drill, complete and equip the applicable well.
  - 8. The granting of this application will prevent waste and protect correlative rights.

FURTHER AFFIANT SAYETH NOT.

Oavid Johns

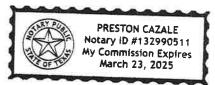
STATE OF TE	XAS	)
COUNTY OF	Dallas	)

SUBSCRIBED and SWORN to before me this 31st day of October 2022 David Johns.

NOTARY PUBLIC

My Commission Expires:

3/23/2025



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

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21944, LEA COUNTY, NEW MEXICO

**CASE NO. 23121 ORDER NO. R-21944** 

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21945, LEA COUNTY, NEW MEXICO

**CASE NO. 23122 ORDER NO. R-21945** 

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21946, LEA COUNTY, NEW MEXICO

**CASE NO. 23123 ORDER NO. R-21946** 

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21947, LEA COUNTY, NEW MEXICO

**CASE NO. 23124 ORDER NO. R-21947** 

### SELF-AFFIRMED STATEMENT OF PAULA M. VANCE

- 1. I am attorney in fact and authorized representative of Matador Production Company ("Matador"), the Applicant herein. I have personal knowledge of the matters addressed herein and am competent to provide this self-affirmed statement.
- 2. The above-referenced applications and notices of the hearing on these applications were sent by certified mail to the affected parties on the date set forth in the letter attached hereto.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Exhibit No. D
Submitted by: Matador Production Company
Hearing Date: November 3, 2022
Case Nos. 23121-23124

- 3. The green card receipts attached hereto contains the names of the parties to whom notice was provided.
- 4. The green card receipts attached provided by the United States Postal Service reflects the status of the delivery of this notice as of the date on each green card receipt.
- 5. I caused a notice to be published to all parties subject to these compulsory pooling proceedings on October 16, 2022 and October 19, 2022. An affidavit of publication from the publication's legal clerk with a copy of the notice publication is attached as Exhibit E.
- 6. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

11/1/2022

Paula M. Vance

Date



October 14, 2022

### VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Matador Production Company to Amend Order No. R-21944,

Lea County, New Mexico. Bivins Fed Com #137H well

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 November 3, 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 to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact David Johns at (972) 371-1259 or djohns@matadorresources.com.

Sincerely,

Paula M. Vance

ATTORNEY FOR MATADOR PRODUCTION



October 14, 2022

# VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Matador Production Company to Amend Order No. R-21945,

Lea County, New Mexico. Bivins Fed Com #138H well

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 **November 3, 2022**, and the status of the hearing can be monitored through the Division's website at <a href="http://www.emnrd.state.nm.us/ocd/">http://www.emnrd.state.nm.us/ocd/</a>.

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: <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>.

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 to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact David Johns at (972) 371-1259 or djohns@matadorresources.com.

Sincerely,

Paula M. Vance

ATTORNEY FOR MATADOR PRODUCTION



October 14, 2022

## VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Matador Production Company to Amend Order No. R-21946,

Lea County, New Mexico. Bivins Fed Com #213H well

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 **November 3, 2022**, and the status of the hearing can be monitored through the Division's website at <a href="http://www.emnrd.state.nm.us/ocd/">http://www.emnrd.state.nm.us/ocd/</a>.

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: <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>.

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 to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact David Johns at (972) 371-1259 or djohns@matadorresources.com.

Sincerely,

Paula M. Vance

ATTORNEY FOR MATADOR PRODUCTION



October 14, 2022

### VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Matador Production Company to Amend Order No. R-21947,

Lea County, New Mexico. Bivins Fed Com #214H well

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 November 3, 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 to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact David Johns at (972) 371-1259 or djohns@matadorresources.com.

Sincerely,

Paula M. Vance

ATTORNEY FOR MATADOR PRODUCTION

A COMPANY O	C.Garcia 83379.Dail
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY 37-01-61
Complete items 1, 2, and 3.	A. Signature
Print your name and address on the reverse so that we can return the card to you.	X Agent □ Addressee
Attach this card to the back of the mailpiece,	Received by (Plinted Name)     C. Date of Delivery
or on the front if space permits.  1. Article Addressed to:	D. Is delivery abdress different from item?
chief capital Loss 11 LC	If YES, enter delivery address below:
Cylica capital Coscietios	1
8111 westchester or suite 90	M .
Callas, Tx 75225	
	3. Service Type ☐ Priority Mail Express® ☐ Adult Signature ☐ Registered Mail™
	☐ Adult Signature Restricted Delivery ☐ Registered Mail Restricted Delivery ☐ Delivery
9590 9402 6299 0274 5908 89	☐ Certified Mail Restricted Delivery ☐ Signature Confirmation™ ☐ Collect on Delivery ☐ Signature Confirmation
2. Article Number (Transfer from service label)	Collect on Delivery Restricted Delivery Restricted Delivery
7020 3160 0000 6954 798	Mail Restricted Delivery
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt
The state of the s	C. Garcia 83379.001
SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Complete items 1, 2, and 3.	A. Signature
■ Print your name and address on the reverse	X Agent
so that we can return the card to you.  Attach this card to the back of the mailpiece,	B. Beceived by (Printed Name) C. Dale of Delivery
or on the front if space permits.	G-M 101/82
1. Article Addressed to:  DXY USA WTP, LP	D. Is delivery address different from item 1?
5 Greenway Plaza, suite 110	
Houston, TK 77046	
11 T 11 11 11 11 11 11 11 11 11 11 11 11	3. Service Type ☐ Priority Mail Express® ☐ Adult Signature ☐ Registered Mail™
	☐ Adult Signature Restricted Delivery ☐ Registered Mail Restricted Delivery
9590 9402 7783 2152 7075 33	☐ Certified Mail Restricted Delivery ☐ Signature Confirmation™ ☐ Signature Confirmation ☐ Signature Confirmation
2. Article Number (1995) 0000 0230 776	wiali
	Insured Mail Restricted Delivery (over \$500)
PS Form 3811, July 2020 PSN 7530-02-000-9053	Domestic Return Receipt

STATE OF NEW MEXICO COUNTY OF LEA

I, Blake Ovard, Editor 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 October 19, 2022 and ending with the issue dated October 19, 2022.

Sworn and subscribed to before me this 19th day of October 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** October 19, 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**, **November 3**, **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@emrd.nm.org. 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@emnrd.nm.org, or the New Mexico Relay Network at 1-800-659-1779, no later than **October 23**, **2022**. The State of New Mexico, Energy Minerals and Natural Resources Department,

Persons may view and participate in the hearings through the following link:

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Webinar number: 2487 427 3940 Panelist password: qtYFmhHZ762 (78936449 from phones and video systems)

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Join by audio: 1-844-992-4726 United States Toll Free +1-408-418-9388 United States Toll Access code: 2487 427 3940

> 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 interest owners subject to pooling proceedings, including: OXY USA WTP, LP; and Chief Capital (O&G) II LLC.

Case No. 23121: Application of Matador Production Company to Amend Order No. R-21944, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21944. The Unit is comprised of the W/2 SE/4 of Section 30 and the W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21944 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Bivins Fed Com #137H well to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 31. Section 30, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico. #38155

67100754

**HOLLAND & HART LLC** PO BOX 2208 SANTA FE, NM 87504-2208 00272135

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. E Submitted by: Matador Production Company Hearing Date: November 3, 2022

Case Nos. 23121-23124

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 October 16, 2022 and ending with the issue dated October 16, 2022.

Publisher

Sworn and subscribed to before me this 16th day of October 2022.

Business Manager

My commission expires January 29, 2023

(SecI)

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 October 16, 2022

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Case No. 23122: Application of Matador Production Company to Amend Order No. R-21945, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21945. The Unit is comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21945 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Bivins Fed Com #138H well to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico. #38134

67100754

00272004

HOLLAND & HART LLC PO BOX 2208 SANTA FE, NM 87504-2208

STATE OF NEW MEXICO COUNTY OF LEA

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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

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Case No. 23123: Application of Matador Production Company to Amend Order No. R-21946, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21946. The Unit is comprised of the W/2 SE/4 of Section 30 and the W/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21946 pooled the uncommitted interests in the Wolfcamp formation and dedicated the Unit to the proposed initial Bivins Fed Com #213H well to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SW/4 SE/4 (Unit O) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico. #38132

67100754

00272003

HOLLAND & HART LLC PO BOX 2208 SANTA FE, NM 87504-2208

STATE OF NEW MEXICO COUNTY OF LEA

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Case No. 23124: Application of Matador Production Company to Amend Order No. R-21947, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21947. The Unit is comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21947 pooled the uncommitted interests in the Wolfcamp formation and dedicated the Unit to the proposed initial Bivins Fed Com #214H well to be horizontally drilled from a surface location in the NW/4 SE/4 (Unit J) of Section 30, to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico. #38135

67100754

00272005

HOLLAND & HART LLC PO BOX 2208 SANTA FE, NM 87504-2208