BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING NOVEMBER 3, 2022

CASE NOS. 23125-23128

Weinberger Fed Com #135H well Weinberger Fed Com #136H well Weinberger Fed Com #211H well Weinberger Fed Com #212H well

Lea County, New Mexico



APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21937, LEA COUNTY, NEW MEXICO.

CASE NO. 23125 ORDER NO. R-21937

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21938, LEA COUNTY, NEW MEXICO.

> CASE NO. 23126 ORDER NO. R-21938

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21939, LEA COUNTY, NEW MEXICO.

CASE NO. 23127 ORDER NO. R-21939

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21940, LEA COUNTY, NEW MEXICO.

CASE NO. 23128 ORDER NO. R-21940

TABLE OF CONTENTS

- Matador Exhibit A: Extension Applications
- Matador Exhibit B: Original Pooling Orders
- Matador Exhibit C: Affidavit of David Johns, Landman
- 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-21937, LEA COUNTY, NEW MEXICO.

CASE NO. <u>23125</u> ORDER NO. R-21937

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-21937 ("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-21937, entered on December 7, 2021, in Case No. 22269, created a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 SW/4 of Section 30 and the W/2 W/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-21937 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 **Weinberger Fed Com #135H well** (API No. 30-025-PENDING).

3. Applicant requests that Order No. R-21937 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 September 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 Case Nos. 23125-23128 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

By:

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

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE ____:

Application of Matador Production Company to Amend Order No. R-21937, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21937. The Unit is comprised of the W/2 SW/4 of Section 30 and the W/2 W/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21937 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Weinberger Fed Com #135H well to be horizontally drilled from a surface location in the SW/4 NW/4 (Unit E) of Section 30, to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21938, LEA COUNTY, NEW MEXICO.

CASE NO. 23126 ORDER NO. R-21938

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-21938 ("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-21938, entered on December 7, 2021, in Case No. 22270, created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SW/4 of Section 30 and the E/2 W/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-21938 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 **Weinberger Fed Com #136H well** (API No. 30-025-PENDING).

3. Applicant requests that Order No. R-21938 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 September 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

By:

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

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE ____:

Application of Matador Production Company to Amend Order No. R-21938, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21938. The Unit is comprised of the E/2 SW/4 of Section 30 and the E/2 W/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21938 pooled the uncommitted interests in the Bone Spring formation and dedicated the Unit to the proposed initial Weinberger Fed Com #136H well to be horizontally drilled from a surface location in the SW/4 NW/4 (Unit E) of Section 30, to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21939, LEA COUNTY, NEW MEXICO.

CASE NO. <u>23127</u> ORDER NO. R-21939

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-21939 ("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-21939, entered on December 7, 2021, in Case No. 22271, created a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 SW/4 of Section 30 and the W/2 W/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-21939 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Weinberger Fed Com #211H well** (API No. 30-025-PENDING).

3. Applicant requests that Order No. R-21939 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 September 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

By:__

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

ATTORNEYS FOR MATADOR PRODUCTION COMPANY CASE ____:

Application of Matador Production Company to Amend Order No. R-21939, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21939. The Unit is comprised of the W/2 SW/4 of Section 30 and the W/2 W/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21939 pooled the uncommitted interests in the Wolfcamp formation and dedicated the Unit to the proposed initial Weinberger Fed Com #211H well to be horizontally drilled from a surface location in the SW/4 NW/4 (Unit E) of Section 30, to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21940, LEA COUNTY, NEW MEXICO.

CASE NO. <u>23128</u> ORDER NO. R-21940

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-21940 ("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-21940, entered on December 7, 2021, in Case No. 22272, created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SW/4 of Section 30 and the E/2 W/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-21940 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Weinberger Fed Com #212H well** (API No. 30-025-PENDING).

3. Applicant requests that Order No. R-21940 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 September 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

By:

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

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE ____:

Application of Matador Production Company to Amend Order No. R-21940, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-21940. The Unit is comprised of the E/2 SW/4 of Section 30 and the E/2 W/2 of Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-21940 pooled the uncommitted interests in the Wolfcamp formation and dedicated the Unit to the proposed initial Weinberger Fed Com #212H well to be horizontally drilled from a surface location in the SW/4 NW/4 (Unit E) of Section 30, to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 31. Said area is located 7 miles northwest of Jal, New Mexico.

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

CASE NO. 22269 ORDER NO. R-21937

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

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.

<u>ORDER</u>

- 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. 22269 ORDER NO. R-21937 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 that exceed the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable 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

CASE NO. 22269 ORDER NO. R-21937 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

Date: 12/07/2021

CASE NO. 22269 ORDER NO. R-21937

Exhibit A

Received by OCD: 11/2/2021 11:35:01 PM

Page 3 of 80

COMPULSORY POOLING APPLICATION CHECKLIST (pdf) ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS	
Case: 22269	APPLICANT'S RESPONSE
Date: November 4, 2021	
Applicant	Matador Production Company
Designated Operator & OGRID (affiliation if applicable)	228937
Applicant's Counsel:	Holland & Hart, LLP
Case Title	Application of Matador Production Company for Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	N/A
Well Family	Weinberger Fed Com #135H well
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring formation
Pool Names and Pool Codes:	WC-025 G-08 S253534O; BONE SPRING [97088]
Well Location Setback Rules:	Statewide rules
Spacing Unit Size:	247.83-acres, more or less
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	247.83-acres, more or less
Building Blocks:	quarter-quarter sections
Orientation:	north/south
Description: TRS/County	W/2 SW/4 of Section 30 and W/2 W/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	No
Applicant's Ownership in Each Tract	Exhibit C-3
Well(s)	

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A Submitted by: MATADOR PRODUCTION COMPANY Hearing Date: November 04, 2021 Case Nos. 22269-22272

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22269 ORDER NO. R-21937

Page 5 of 7

Received by OCD: 11/2/2021 11:35:01 PM

Page 4 of 80

Name & API (if assigned), surface and bottom hole location, footages,]
completion target, orientation, completion status (standard or non- standard)	
Well #1	Weinberzer Fed Com #135H well (API No. 30-025-pending): SHL: 2608' FNL and 959' FWL (Lot 2) of Section 30, 245, 36E BHL: 60' FSL and 990' FWL (Lot 4) of Section 31, 245, 36E
	Completion Target: Bone Spring formation Well Orientation: north/south Completion Location expected to be: standard
Horizontal Well First and Last Take Points	Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibits C-5, D-3
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibits C, C-5
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)	Exhibits C-3, C-4
Unlocatable Parties to be Pooled	Exhibit C, E
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-5
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3, C-4
Chronology of Contact with Non-Joined Working Interests	Exhibit C-6
Overhead Rates In Proposal Letter	Exhibit C-5
Cost Estimate to Drill and Complete	Exhibit C-5
Cost Estimate to Equip Well	Exhibit C-5
Cost Estimate for Production Facilities	Exhibit C-5

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22269 ORDER NO. R-21937

.

Received by OCD: 11/2/2021 11:35:01 PM

Page 5 of 80

Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D-1
Gunbarrel/Lateral Trajectory Schematic	Exhibit D-2
Well Orientation (with rationale)	Exhibit D-2
Target Formation	Exhibit D-2, D-3
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, C-4
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 provide	ded in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Kaitlyn A. Luck
Signed Name (Attorney or Party Representative):	-Brothell
Date:	2-Nov-21

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22269 ORDER NO. R-21937

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

CASE NO. 22270 ORDER NO. R-21938

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

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.

<u>ORDER</u>

- 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. 22270 ORDER NO. R-21938 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 that exceed the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable 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

CASE NO. 22270 ORDER NO. R-21938 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

	PPORTED BY SIGNED AFFIDAVITS
Case: 22270	APPLICANT'S RESPONSE
Date: November 4, 2021	
Applicant	Matador Production Company
Designated Operator & OGRID (affiliation if applicable)	228937
Applicant's Counsel: Case Title	Holland & Hart, LLP Application of Matador Production Company for Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	N/A
Well Family	Weinberger Fed Com #136H well
Formation/Pool	
Formation Name(s) or Vertical Extent:	Bone Spring
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Bone Spring formation
Pool Names and Pool Codes:	WC-025 G-08 S253534O; BONE SPRING [97088]
Well Location Setback Rules:	Statewide rules
Spacing Unit Size:	240-acres, more or less
Spacing Unit	
ype (Horizontal/Vertical)	Horizontal
Size (Acres)	240-acres, more or less
Building Blocks:	quarter-quarter sections
Drientation:	north/south
Description: TRS/County	E/2 SW/4 of Section 30 and E/2 W/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	No
pplicant's Ownership in Each Tract	Exhibit C-3
Nell(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non- standard)	

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22270 ORDER NO. R-21938

<i>Received by OCD: 11/2/2021 11:35:01 PM</i> Well #1	Weinberger Fed Com #136H well (API No. 30-025-pending): SHL: 2608' FNL and 984' FWL (Lot 2) of Section 30, 245, 36E	7 of 8
	BHL: 60' FSL and 2310' FWL (Unit N) of Section 31, 24S, 36E	
	Completion Target: Bone Spring formation Well Orientation: north/south	
	Completion Location expected to be: standard	
Horizontal Well First and Last Take Points	Exhibit C-1	
Completion Target (Formation, TVD and MD)	Exhibits C-5, D-3	
AFE Capex and Operating Costs		
Drilling Supervision/Month \$	\$8,000	
Production Supervision/Month \$	\$800	
Justification for Supervision Costs	Exhibits C, C-5	
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)	Exhibits C-3, C-4	
Unlocatable Parties to be Pooled	Exhibit C, E	
Ownership Depth Severance (including percentage above & below)	N/A	
Joinder		
Sample Copy of Proposal Letter	Exhibit C-5	
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3, C-4	
Chronology of Contact with Non-Joined Working Interests	Exhibit C-6	
Overhead Rates In Proposal Letter	Exhibit C-5	
Cost Estimate to Drill and Complete	Exhibit C-5	
Cost Estimate to Equip Well	Exhibit C-5	
Cost Estimate for Production Facilities	Exhibit C-5	
Geology		
Summary (including special considerations)	Exhibit D	
Spacing Unit Schematic	Exhibit D-1	
Gunbarrel/Lateral Trajectory Schematic	Exhibit D-2	
Well Orientation (with rationale)	Exhibit D-2	
Target Formation	Exhibit D-2, D-3	
HSU Cross Section	Exhibit D-3	
Depth Severance Discussion	N/A	
Released to Imaging: 11/3/2021 8:05:26 AM Forms, Figures and Tables		

CASE NO. 22270 ORDER NO. R-21938

.

Received by OCD: 11/2/2021 11:35:01 PM	Page 8 of 8
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3, C-4
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 provi	ded in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Kaitlyn A. Luck
Signed Name (Attorney or Party Representative):	-Brochell
Date:	2-Nov-21

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22270 ORDER NO. R-21938

•

÷

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

CASE NO. 22271 ORDER NO. R-21939

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

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.

<u>ORDER</u>

- 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. 22271 ORDER NO. R-21939 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 that exceed the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable 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

CASE NO. 22271 ORDER NO. R-21939 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.



Date: 12/07/2021

Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE SU	PPORTED BY SIGNED AFFIDAVITS
Case: 22271	APPLICANT'S RESPONSE
Date: November 4, 2021	
Applicant	Matador Production Company
Designated Operator & OGRID (affiliation if applicable)	228937
Applicant's Counsel:	Holland & Hart, LLP
Case Title	Application of Matador Production Company for Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	N/A
Well Family	Weinberger Fed Com #211H well
Formation/Pool	
Formation Name(s) or Vertical Extent:	Wolfcamp
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	Wolfcamp
Pool Names and Pool Codes:	JAL; WOLFCAMP, WEST [33813]
Well Location Setback Rules:	Statewide rules
Spacing Unit Size:	247.83-acres, more or less
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	247.83-acres, more or less
Building Blocks:	quarter-quarter sections
Orientation:	north/south
Description: TRS/County	W/2 SW/4 of Section 30 and W/2 W/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	No
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)	

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22271 ORDER NO. R-21939

Received by OCD: 11/2/2021 11:35:01 PM Well #1	Weinberger Fed Com #211H well (API No. 30-025-pending):
VVCII #1	SHL: 2633' FNL and 959' FWL (Lot 2) of Section 30, 245, 36E BHL: 60' FSL and 330' FWL (Lot 4) of Section 31, 245, 36E
	Completion Target: Wolfcamp formation
	Well Orientation: north/south Completion Location expected to be: standard
Horizontal Well First and Last Take Points	Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibits C-5, D-5
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibits C, C-5
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)	Exhibits C-3, C-4
Unlocatable Parties to be Pooled	Exhibit C, E
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-5
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3, C-4
Chronology of Contact with Non-Joined Working Interests	Exhibit C-6
Overhead Rates In Proposal Letter	Exhibit C-5
Cost Estimate to Drill and Complete	Exhibit C-5
Cost Estimate to Equip Well	Exhibit C-5
Cost Estimate for Production Facilities	Exhibit C-5
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D-1
Gunbarrel/Lateral Trajectory Schematic	Exhibit D-4
Well Orientation (with rationale)	Exhibit D-4
Target Formation	Exhibit D-4, D-5
HSU Cross Section	Exhibit D-5
Depth Severance Discussion	N/A
Released to Imaging: 11/3/2021 8:05:26 AM Forms, Figures and Tables	

CASE NO. 22271 ORDER NO. R-21939

•

Received by OCD: 11/2/2021 11:35:01 PM	Page 11 of 80
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3, C-4
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 provi	ided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Kaitlyn A. Luck
Signed Name (Attorney or Party Representative):	-Burthull
Date:	2-Nov-21

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22271 ORDER NO. R-21939

.

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

CASE NO. 22272 ORDER NO. R-21940

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

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.

<u>ORDER</u>

- 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. 22272 ORDER NO. R-21940 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 that exceed the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable 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

CASE NO. 22272 ORDER NO. R-21940 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.



Date: 12/07/2021

Exhibit A

ALL INFORMATION IN THE APPLICATION MUST BE SUI	PPORTED BY SIGNED AFFIDAVITS	
Case: 22272	APPLICANT'S RESPONSE	
Date: November 4, 2021		
Applicant	Matador Production Company	
Designated Operator & OGRID (affiliation if applicable)	228937	
Applicant's Counsel:	Holland & Hart, LLP	
Case Title	Application of Matador Production Company for Compulsory Pooling, Lea County, New Mexico	
Entries of Appearance/Intervenors:	N/A	
Well Family	Weinberger Fed Com #212H well	
Formation/Pool		
Formation Name(s) or Vertical Extent:	Wolfcamp	
Primary Product (Oil or Gas):	Oil	
Pooling this vertical extent:	Wolfcamp	
Pool Names and Pool Codes:	JAL; WOLFCAMP, WEST [33813]	
Well Location Setback Rules:	Statewide rules	
Spacing Unit Size:	240-acres, more or less	
Spacing Unit		
Type (Horizontal/Vertical)	Horizontal	
Size (Acres)	240-acres, more or less	
Building Blocks:	quarter-quarter sections	
Orientation:	north/south	
Description: TRS/County	E/2 SW/4 of Section 30 and E/2 W/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	No	
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)		

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22272 ORDER NO. R-21940

.

Received by OCD: 11/2/2021 11:35:01 PM	Weinberger Fed Com #212H well (API No. 30-025-pending):
Well #1	<u>Weinberger red com #212H Weil</u> (APT No. 30-025-pending); SHL: 2633 ⁺ FNL and 984 ⁺ FWL (Lot 2) of Section 30, 245, 36E BHL: 60 ⁺ FSL and 16510 ⁺ FWL (Unit N) of Section 31, 245, 36E
	Completion Target: Wolfcamp formation
	Well Orientation: north/south
	Completion Location expected to be: standard
Horizontal Well First and Last Take Points	Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibits C-5, D-5
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibits C, C-5
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)	Exhibits C-3, C-4
Unlocatable Parties to be Pooled	Exhibit C, E
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-5
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3, C-4
Chronology of Contact with Non-Joined Working Interests	Exhibit C-6
Overhead Rates In Proposal Letter	Exhibit C-5
Cost Estimate to Drill and Complete	Exhibit C-5
Cost Estimate to Equip Well	Exhibit C-5
Cost Estimate for Production Facilities	Exhibit C-5
Geology	
Summary (including special considerations)	Exhibit D
Spacing Unit Schematic	Exhibit D-1
Gunbarrel/Lateral Trajectory Schematic	Exhibit D-2
Well Orientation (with rationale)	Exhibit D-4
Target Formation	Exhibit D-4
HSU Cross Section	Exhibit D-5
Depth Severance Discussion	N/A
Released to Imaging: 11/3/2021 8:05:26 AM Forms, Figures and Tables	

CASE NO. 22272 ORDER NO. R-21940

.

Received by OCD: 11/2/2021 11:35:01 PM	Page 14 of 8
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3, C-4
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 provi	ded in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Kaitlyn A. Luck
Signed Name (Attorney or Party Representative):	towhell
Date:	2-Nov-21

Released to Imaging: 11/3/2021 8:05:26 AM

CASE NO. 22272 ORDER NO. R-21940

.

.

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21937, LEA COUNTY, NEW MEXICO.

CASE NO. 23125 (Order R-21937)

AFFIDAVIT OF DAVID JOHNS

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

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. 22269, the Division entered Order R-21937 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of the W/2 SW/4 of Section 30 and the W/2 W/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-21937 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 **Weinberger Fed Com #135H 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 September 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.

STATE OF TEXAS)) COUNTY OF Pallas

SUBSCRIBED and SWORN to before me this <u>31</u> day of October 2022 David Johns.

NOTAR

My Commission Expires:

3/23/2025

AV D	PRESTON CAZALE
1 SMA	Notary ID #132990511
	My Commission Expires
1210	March 23, 2025

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21938, LEA COUNTY, NEW MEXICO.

Released to Imaging: 11/2/2022 8:07:56 AM

CASE NO. 23126 (Order R-21938)

AFFIDAVIT OF DAVID JOHNS

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

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. 22270, the Division entered Order R-21938 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SW/4 of Section 30 and the E/2 W/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-21938 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 **Weinberger Fed Com #136H 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 September 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.

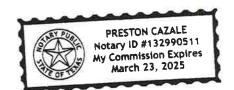
David Johns

STATE OF TEXAS)
COUNTY OF Pallos)

SUBSCRIBED and SWORN to before me this <u>315+</u> day of October 2022 David Johns.

NOTAR

My Commission Expires: 3/23/2025



APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21939, LEA COUNTY, NEW MEXICO.

Released to Imaging: 11/2/2022 8:07:56 AM

CASE NO. 23127 (Order R-21939)

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. 22271, the Division entered Order R-21939 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of theW/2 SW/4 of Section 30, and W/2 W/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-21939 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Weinberger Fed Com #211H** 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 September 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.

1

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

FURTHER AFFIANT SAYETH NOT.

David John

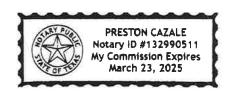
STATE OF TEXAS)
COUNTY OF Pallas)

SUBSCRIBED and SWORN to before me this <u>3154</u> day of October 2022 David Johns.

NOTAR

My Commission Expires:

3/23/2025



APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21940, LEA COUNTY, NEW MEXICO.

CASE NO. 23128 (Order R-21940)

AFFIDAVIT OF DAVID JOHNS

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

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. 22272, the Division entered Order R-21940 on December 7, 2021. This Order created a standard 240-acre, more or less, horizontal spacing unit comprised of the E/2 SW/4 of Section 30 and the E/2 W/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-21940 further pooled the uncommitted interests in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) in the Unit and dedicated the Unit to the proposed initial **Weinberger Fed Com #212H 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 September 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.

Page 49 of 56

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.

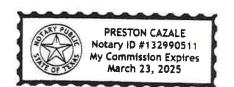
STATE OF TEXAS)
COUNTY OF Dallas

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

NOTAR

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-21937, LEA COUNTY, NEW MEXICO.

CASE NO. 23125 ORDER NO. R-21937

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21938, LEA COUNTY, NEW MEXICO.

CASE NO. 23126 ORDER NO. R-21938

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21939, LEA COUNTY, NEW MEXICO.

CASE NO. 23127 ORDER NO. R-21939

APPLICATION OF MATADOR PRODUCTION COMPANY TO AMEND ORDER NO. R-21940, LEA COUNTY, NEW MEXICO.

CASE NO. 23128 ORDER NO. R-21940

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.
 - 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, October 18, 2022m 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.

Paula M. Vance

11/1/2022 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-21937, Lea County, New Mexico. Weinberger Fed Com #135H 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 <u>http://www.emnrd.state.nm.us/ocd/</u>.

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 COMPANY

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming



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-21938, Lea County, New Mexico. Weinberger Fed Com #136H 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 <u>http://www.emnrd.state.nm.us/ocd/</u>.

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 COMPANY

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming



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-21939, Lea County, New Mexico. Weinberger Fed Com #211H 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 <u>http://www.emnrd.state.nm.us/ocd/</u>.

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 COMPANY

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming



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-21940, Lea County, New Mexico. Weinberger Fed Com #212H 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 <u>http://www.emnrd.state.nm.us/ocd/</u>.

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 COMPANY

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming