BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING JULY 6, 2023

CASE NO. 22989

SIMON CAMAMILE #111H, 112H, 121H, 122H & 132H WELLS

EDDY COUNTY, NEW MEXICO



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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR APPROVAL OF A NON-STANDARD OVERLAPPING SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 22989

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- MATADOR Exhibit B: Filed Application
- MATADOR Exhibit C: Self-affirmed Statement of Clay Wooten, Landman
 - o MATADOR Exhibit C-1: Overlapping Spacing Unit Map
 - o MATADOR Exhibit C-2: Overlapping Spacing Unit Notice
 - MATADOR Exhibit C-3: Draft C-102s
 - o MATADOR Exhibit C-4: Map of Irregular Sections
 - MATADOR Exhibit C-5: Tract Map
 - o MATADOR Exhibit C-6: Uncommitted Interest Owners
 - o MATADOR Exhibit C-7: Overriding Royalty Interest Owners
 - o MATADOR Exhibit C-8: Sample Well Proposal Letter & AFEs
 - MATADOR Exhibit C-9: Chronology of Contacts
 - o MATADOR Exhibit C-10: Tract Map and Parties for Non-Standard Unit
- MATADOR Exhibit D: Self-affirmed Statement of Andrew Parker, Geologist
 - MATADOR Exhibit D-1: Locator Map
 - o MATADOR Exhibit D-2: Subsea Structure Map
 - o MATADOR Exhibit D-3: Structural Cross Section
- MATADOR Exhibit E: Notice Affidavit
- MATADOR Exhibit F: Notice of Publication Affidavits

ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

| Case: 22989 | APPLICANT'S RESPONSE |
|---|--|
| Hearing Date | July 6, 2023 |
| Applicant | Matador Production Company |
| Designated Operator & OGRID (affiliation if applicable) | Matador Production Company (OGRID 228937) |
| Applicant's Counsel: | Holland & Hart LLP |
| Case Title: | APPLICATION OF MATADOR PRODUCTION COMPANY FOR APPROVAL OF A NON-STANDARD HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO. |
| Entries of Appearance/Intervenors: | Mewbourne Oil Company; COG Operating LLC and Concho Oil & Gas Operating LLC; EOG Resources, Inc. |
| Well Family | Simon Camamile 0206 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: Well Location Setback Rules: | WC-015 G-05 S202935P; Bone Spring (Pool Code 97995) Statewide rules |
| Spacing Unit | |
| Type (Horizontal/Vertical) | Horizontal |
| Size (Acres) | 670.38 acres, more or less |
| Building Blocks: | 40 acres |
| Orientation: | West-East |
| Description: TRS/County | Lots 1-8 of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-6 of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico |
| Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application? | Approval of a non-standard spacing unit is requested |
| Other Situations | |
| Depth Severance: Y/N. If yes, description | Νο |
| Proximity Tracts: If yes, description | No |
| Proximity Defining Well: if yes, description | N/A |
| Applicant's Ownership in Each Tract | Exhibit C-6 |
| Well(s) Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status | Add wells as needed |
| (standard or non-standard) Well #1 BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A Submitted by: Matador Production Company Released to Imaging: 1921 3: 11/25, 22289 | Simon Camamile 0206 Fed Com 111H (API Pending) SHL: 1732' FNL, 666' FWL (Lot 5), Sec. 2, T-21-S, R-28-E. BHL: 451' FNL, 2267' FWL (Lot 3), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard |

| Beceived by OCD: 6/29/20/3/4/56/30 PM Empeddance Well #2 Simon Camamile 0206 Fed Com 121H (API Pending) SHL: 1804* INL, 583* FWL (Lot 5), Sec. 2, T-21-5, R-28-E. BHL: 451' FNL, 267' FWL (Lot 3), Sec. 6, T-21-5, R-28-E. BH1: 451' FNL, 266' FWL (Lot 3), Sec. 6, T-21-5, R-28-E. BHL: 451' FNL, 266' FWL (Lot 3), Sec. 6, T-21-5, R-28-E. Well #3 Simon Camamile 0206 Fed Com 132H (API Pending) SHL: 1804* INL, 583' FWL (Lot 5), Sec. 2, T-21-5, R-28-E. BHL: 111' FSL, 2268' FWL (Lot 3), Sec. 6, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #4 Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 117' FNL, 2270' FWL (Lot 5), Sec. 2, T-21-5, R-28-E. BHL: 111' FSL, 2268' FWL (Lot 5), Sec. 6, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #4 Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 5), Sec. 6, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #5 Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1807' FNL, 625' FWL (Lot 5), Sec. 2, T-21-5, R-29-E Bone Spring formation Well #5 Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1807' FNL, 625' FWL (Lot | Page 4 of 66 |
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| BHL: 451' FNL, 2267' FWL (Lot 3), Sec. 6, T-21-5, R-29-E Bone Spring formation Well #3 Simon Camamile 0206 Fed Com 132H (API Pending) SHL: 1804' FNL, 583' FWL (Lot 5), Sec. 2, T-21-5, R-28-E. BHL: 1111' FSL, 2268' FWL (Lot 5), Sec. 6, T-21-5, R-28-E. BHL: 1111' FSL, 2268' FWL (Lot 5), Sec. 6, T-21-5, R-28-E. BHL: 1111' FSL, 2268' FWL (Lot 5), Sec. 6, T-21-5, R-28-E. BHL: 111' FSL, 2268' FWL (Lot 5), Sec. 7, T-21-5, R-28-E. BHL: 111' FSL, 2268' FWL (Lot 5), Sec. 7, T-21-5, R-28-E. BHL: 1771' FNL, 2270' FWL (Lot 5), Sec. 2, T-21-5, R-28-E. BHL: 1771' FNL, 2270' FWL (Lot 6), Sec. 6, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 6), Sec. 6, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #5 Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 5), Sec. 2, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Horizontal Well First and Last Take Points Exhibit C-3 | Simon Camamile 0206 Fed Com 121H (API Pending) |
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| Well #3 West-East Completions are expected to be standard Simon Camamile 0206 Fed Com 132H (API Pending) SHL: 1804' FNL, 583' FWL (Lot 5), Sec. 2, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #4 Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 1785' FNL, 606' FWL (Lot 5), Sec. 2, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 5), Sec. 2, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 5), Sec. 2, T-21-5, R-29-E Bone Spring formation West-East Completions are expected to be standard Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 5), Sec. 2, T-21-S, R-28-E. BHL: 1771' FNL, 2270' FWL (Lot 6), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Exhibi | |
| Completions are expected to be standard Well #3 Simon Camamile 2006 Fed Com 132H (API Pending) SHL: 1804' FNL, 583' FWL (Lot 5), Sec. 2, T-21-S, R-28-E. BHL: 1111' FSL, 2265' FWL (Lot 3), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #4 Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 1785' FNL, 606' FWL (Lot 5), Sec. 2, T-21-S, R-28-E. BHL: 1771' FNL, 2270' FWL (Lot 6), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #4 Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 6), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #5 Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1807' FNL, 625' FWL (Lot 5), Sec. 2, T-21-S, R-28-E. BHL: 1771' FNL, 2270' FWU (Lot 6), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #5 Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1807' FNL, 625' FWL (Lot 5), Sec. 2, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Exhibit C3 | |
| Well #3 Simon Camamile 0206 Fed Com 132H (API Pending) SHL: 1804 FNL, 583 FWL (Lot 5), Sec. 2, T-21-S, R-28-E. BHL: 1111' FSL, 2268' FWL (Lot 3), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #4 Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 1785' FNL, 606' FWL (Lot 5), Sec. 2, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #4 Simon Camamile 0206 Fed Com 112H (API Pending) SHL: 1785' FNL, 606' FWL (Lot 6), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Well #5 Simon Camamile 0206 Fed Com 122H (API Pending) SHL: 1771' FNL, 2270' FWL (Lot 6), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard EH: 1771' FNL, 2270' FWL (Lot 6), Sec. 6, T-21-S, R-29-E Bone Spring formation West-East Completions are expected to be standard Exhibit C-3 Completion Target (Formation, TVD and MD) Exhibit C-8 AFE Capex and | |
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| AFE Capex and Operating Costs Drilling Supervision/Month \$ Production Supervision/Month \$ Justification for Supervision Costs Exhibit C Requested Risk Charge Notice of Hearing Proposed Notice of Hearing | |
| Drilling Supervision/Month \$ \$8,000 Production Supervision/Month \$ \$800 Justification for Supervision Costs Exhibit C Requested Risk Charge 200% Notice of Hearing Exhibit B | Exhibit C-8 |
| Production Supervision/Month \$ \$800 Justification for Supervision Costs Exhibit C Requested Risk Charge 200% Notice of Hearing Proposed Notice of Hearing Proposed Notice of Hearing Exhibit B | |
| Justification for Supervision Costs Exhibit C Requested Risk Charge 200% Notice of Hearing Exhibit B | \$8,000 |
| Requested Risk Charge 200% Notice of Hearing Exhibit B | \$800 |
| Notice of Hearing Proposed Notice of Hearing Exhibit B | Exhibit C |
| Proposed Notice of Hearing Exhibit B | 200% |
| | |
| Proof of Mailed Notice of Hearing (20 days before hearing) Exhibit E | Exhibit B |
| | g) Exhibit E |
| Proof of Published Notice of Hearing (10 days before hearing) Exhibit F | ng) Exhibit F |
| Ownership Determination | |
| Land Ownership Schematic of the Spacing Unit Exhibit C-6 | Exhibit C-6 |
| Tract List (including lease numbers and owners) Exhibit C-6 | |
| If approval of Non-Standard Spacing Unit is requested, Tract | |
| List (including lease numbers and owners) of Tracts subject to | |
| notice requirements. Exhibit C-10 | Exhibit C-10 |
| Pooled Parties (including ownership type) Exhibit C-6, Exhibit C-7 | Exhibit C-6, Exhibit C-7 |
| Unlocatable Parties to be Pooled N/A | |
| Ownership Depth Severance (including percentage above & below) N/A | |
| Joinder | |
| Sample Copy of Proposal Letter Exhibit C-8 | Exhibit C-8 |
| Released the lesasing in 6/39(2023) is the 201 BMA) Exhibit C-6 | Exhibit C-6 |

| <u>Received by OCD: 6/29/2023 4:56:30 PM</u> | Page 5 of 66 |
|---|-----------------------------|
| Chronology of Contact with Non-Joined Working Interests | Exhibit C-9 |
| Overhead Rates In Proposal Letter | Exhibit C-8 |
| Cost Estimate to Drill and Complete | Exhibit C-8 |
| Cost Estimate to Equip Well | Exhibit C-8 |
| Cost Estimate for Production Facilities | Exhibit C-8 |
| Geology | |
| Summary (including special considerations) | Exhibit D |
| Spacing Unit Schematic | Exhibit C-4 |
| Gunbarrel/Lateral Trajectory Schematic | Exhibit D-2 |
| Well Orientation (with rationale) | Exhibit D |
| Target Formation | Exhibit D-3 |
| HSU Cross Section | Exhibit D-3 |
| Depth Severance Discussion | N/A |
| Forms, Figures and Tables | |
| C-102 | Exhibit C-3 |
| Tracts | Exhibit C-5 |
| Summary of Interests, Unit Recapitulation (Tracts) | Exhibit C-6 |
| General Location Map (including basin) | Exhibit D-1 |
| Well Bore Location Map | Exhibit C-1, D-2 |
| 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 | |
| Printed Name (Attorney or Party Representative): | Michael H. Feldewet |
| Signed Name (Attorney or Party Representative): Date: | fahal + Fellevers 23-Jun-23 |
| Date. | 23-Juli-23 |

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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR APPROVAL OF A NON-STANDARD SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. <u>22989</u>

APPLICATION

Matador Production Company, ("Matador"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division for an order (a) approving a 670.38 acre, more or less, non-standard horizontal well spacing unit in the Bone Spring formation comprised of Lots 1-8 of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-6 of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico (the N/2 N/2 equivalent) and (b) pooling all uncommitted mineral interests in this non-standard horizontal well spacing unit. In support of this application, Matador states:

1. An affiliate of Matador Production Company (OGRID No. 228937) is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.

2. Matador seeks to initially dedicate the above-referenced horizontal spacing unit to the following proposed wells:

Simon Camamile 0206 Fed Com 111H and Simon Camamile 0206 Fed Com
 121H to be drilled from a surface location within Lot 5 of irregular Section 2,
 T-21-S, R-28-E to a proposed bottom hole location within Lot 3 of irregular
 Section 6, T-21-S, R-29-E.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. B Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

- Simon Camamile 0206 Fed Com 132H to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 3 of irregular Section 6, T-21-S, R-29-E.
- Simon Camamile 0206 Fed Com 112H and Simon Camamile 0206 122H wells to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 6 of irregular Section 6, T-21-S, R-29-E.

3. This 670.38-acre non-standard horizontal well spacing unit is necessitated by the unique land configuration in this area and is the equivalent of the N/2 N/2 of these irregular sections of land.

4. Matador has sought and been unable to obtain voluntary agreement for the development of these lands from all mineral interest owners in the subject spacing unit.

5. Approval of this non-standard horizontal well spacing unit and the pooling of interests will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Matador requests that this application be set for hearing before an Examiner of the Oil Conservation Division on September 1, 2022, and, after notice and hearing as required by law, the Division enter an order:

- A. Approving the non-standard horizontal well spacing unit and pooling all uncommitted interests therein;
- B. Designating Matador Production Company operator of this spacing unit and the horizontal well to be drilled thereon;
- C. Authorizing Matador to recover its costs of drilling, equipping and completing the well;

- D. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- E. Imposing a 200% penalty for the risk assumed by Matador in drilling and completing the well against any working interest owner who does not voluntarily participate in the drilling of the well.

Respectfully submitted,

HOLLAND & HART LLP

By:

Michael H. Feldewert Adam G. Rankin Julia Broggi Paula M. Vance Post Office Box 2208 Santa Fe, New Mexico 87504-2208 (505) 988-4421 (505) 9811-14043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com jbroggi@hollandhart.com

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR APPROVAL OF NON-STANDARD SPACING UNIT AND COMPULSORY POOLING EDDY COUNTY, NEW MEXICO.

CASE NOS. 22989

SELF AFFIRMED STATEMENT OF CLAY WOOTEN (Landman)

1. My name is Clay Wooten. 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. I am familiar with the application filed by Matador in this case, and I am familiar with the status of the lands in the subject area.

3. In this case, Matador seeks an order pooling a non-standard horizontal spacing unit in the Bone Spring formation [WC-015 G-05 S202935P; Bone Spring pool (Pool Code 97995)] underlying irregular Sections 1 and 2, Township 21 South, Range 28 East, and the W2 equivalent of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico.

4. In particular, Matador seeks an order approving and then pooling a <u>non-standard</u> 670.38 acre horizontal well spacing unit in the Bone Spring formation comprised of Lots 1-8 (N2N2 equivalent) of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-6 (N2NW4 equivalent) of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico. This proposed non-standard spacing unit will be initially dedicated to the following proposed wells:

> BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

- i. Simon Camamile 0206 Fed Com 111H and Simon Camamile 0206 Fed Com 121H to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 3 of irregular Section 6, T-21-S, R-29-E.
- ii. Simon Camamile 0206 Fed Com 132H to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 3 of irregular Section 6, T-21-S, R-29-E.
- iii. Simon Camamile 0206 Fed Com 112H and Simon Camamile 0206
 122H wells to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 6 of irregular Section 6, T-21-S, R-29-E.
- 5. This non-standard 670.38 acre horizontal well spacing unit will overlap the

following existing horizontal well spacing units covering portions of the subject

acreage:

- i. COG Operating LLC's Dump Yard 2 State #1H (API 30-015-42433), which is targeting the Second Bone Spring of the Bone Spring formation at an approximate TVD of 8,400', and which has a spacing unit comprised of Lots 4, 5, 12 and 13, NW/4SW/4 and SW4/SW4 of Section 2, Township 21 South, Range 28 East, Eddy County, New Mexico; and
- ii. COG Operating LLC's Dump Yard 2 State #2H (API 30-015-42512), which is targeting the Second Bone Spring of the Bone Spring formation at an approximate TVD of 8,315', and which has a spacing unit comprised of Lots 3, 6, 11 and 14, NE/4SW/4 and SE4/SW4 of Section 2, Township 21 South, Range 28 East, Eddy County, New Mexico.
- iii. COG Operating LLC's Running Buffalo 1 Federal Com #1H (API 30-015-41538), which is targeting the Second Bone Spring of the Bone Spring formation at an approximate TVD of 8,630', and which has a spacing unit comprised of Lots 1, 8, 9 and 16, and NE4/SE4 of Section 1, Township 21 South, Range 28 East, Eddy County, New Mexico.
- 6. **Matador Exhibit C-1** shows a map of Matador's proposed spacing unit and

the above-referenced overlapping spacing units.

7. **Matador Exhibit C-2** contains a copy of the notice that Matador sent to the known working interest owners in COG Operating's existing spacing units and the proposed spacing unit in Matador's current application. Matador also mailed a copy of the notice to the Bureau of Land Management and New Mexico State Land Office. Matador has not received written notice of any objection to the notice of overlapping spacing unit.

8. **Matador Exhibit C-3** contains draft Form C-102's for the initial wells in this proposed spacing unit. These forms reflect that the wells comply with statewide setback requirements and we understand will be assigned to the WC-015 G-05 S202935P; Bone Spring pool (Pool Code 97995).

9. **Matador Exhibit C-4** is a map that identifies the series of government lots and quarter-quarter sections forming irregular Sections 1 and 2, and the W2 equivalent of irregular Section 6. The laterals for each of the proposed wells in this application (and other companion applications) are also identified on this map.

10. Matador seeks approval of <u>non-standard</u> horizontal spacing units in this case. The proposed non-standard spacing unit is necessitated by the unique land configuration presented by the government lots shown on Exhibit C-4. The contiguous series of lots comprising the non-standard spacing unit sought under this case represent the N2N2 equivalent of irregular sections 1 and 2 and the N2NW4 equivalent of irregular Section 6. The contiguous series of lots comprising the non-standard spacing unit sought under Matador's companion Case 22991 represent the S2N2 equivalent of irregular sections 1 and 2, and the S2NW4 equivalent of irregular Section 6.

11. **Matador Exhibit C-5** contains a tract map for this proposed spacing unit. The acreage in this proposed spacing unit is comprised of federal and state lands. There are no ownership depth severances in the Bone Spring formation underlying this acreage.

12. **Matador Exhibit C-6** identifies the working interest owners that Matador is seeking to pool along with their respective ownership interest in the proposed horizontal spacing unit.

13. **Matador Exhibit C-7** includes the list of overriding royalty owners that Matador seeks to pool in this case.

14. **Matador Exhibit C-8** contains a sample of the well proposal letters and AFEs sent to the working interest owners Matador seeks to pool. **Matador Exhibit C-8** also contains a sample of a follow up letter to the well proposals with updated AFE amounts for the **Simon Camamile 0206 Fed Com #111H and #112H**, among other wells. The costs reflected in the updated AFE is consistent with what other operators have incurred for drilling similar horizontal wells in the area in this formation.

15. Matador has reviewed public records and conducted online computer searches in an effort to locate contact information for all the mineral owners that it seeks to pool. All working interest owners Matador seeks to pool were locatable. As reflected in Matador Exhibit C-9, Matador has been able to contact each of the working interest owners that Matador seeks to pool in this case.

16. **Matador Exhibit C-9** contains a summary of the contacts with the uncommitted working interest owners Matador seeks to pool. In my opinion, Matador has undertaken good faith efforts to reach agreement with the uncommitted working interest owners.

4

17. Matador requests that the overhead and administrative costs for the proposed wells be initially set at \$8,000 per month while drilling and \$800 per month while producing, and that these rates be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations." These costs and annual adjustments are consistent with what other operators are charging for similar wells in this area.

18. Matador has provided the law firm of Holland & Hart LLP with the names and addresses (where available) of the parties Matador seeks to pool and instructed that they be notified of this hearing.

19. **Matador Exhibit C-10** contains a map identifying the tracts (with lease numbers) affected by the non-standard spacing unit sought in this case. The affected parties notified for each affected tract are also identified in this exhibit, along with the addresses (where available) of the parties. Matador has provided the law firm of Holland & Hart LLP with this list and instructed that they also be notified of this hearing.

20. **Matador Exhibits C-1 through C-10** were either prepared by me or compiled under my direction and supervision.

21. 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.

Clay Work

Clay Wooten

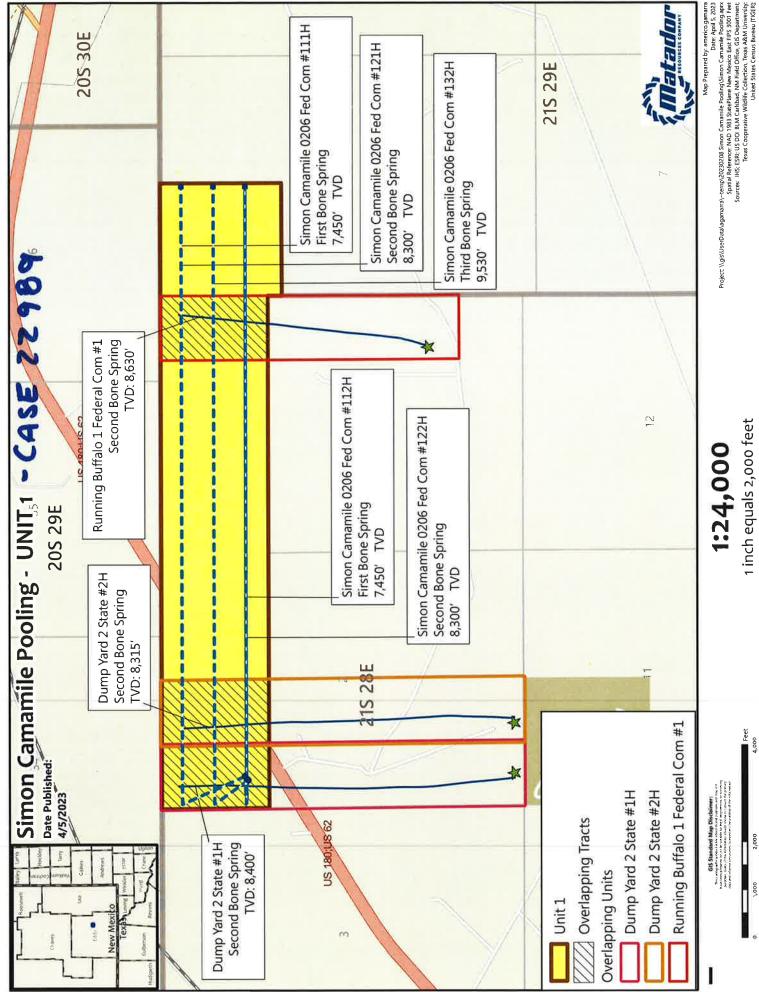
6/22/23

Date

Received by OCD: 6/29/2023 4:56:30 PM

Exhibit C-1

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-1 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989



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Released to Imaging: 6/29/2023 5:00:20 PM

Page 15 of 66

Exhibit C-2

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-2 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO ALL WORKING INTEREST OWNERS IN THE AGREAGE AFFECTED BY PROPOSED OVERLAPPING SPACING UNIT

March 8, 2023

Re: Notice of Overlapping Spacing Unit (WC-015 G-05 S202935P; BONE SPRING [97995]) Matador's Simon Camamile 0206 Fed Com #111H, #121H, #132H, #112H and #122H

To Whom It May Concern:

Matador Production Company has proposed the above-referenced five wells for the initial development of the Bone Spring formation under Lots 1-8 of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-6 of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico.

This letter is to advise you that this proposed development plan will require the formation of the 670.38 acre, more or less, spacing unit comprised of the Lots 1-8 of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-6 of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico, NMPM, Eddy County, New Mexico, which will initially be dedicated to:

- Matador's Simon Camamile 0206 Fed Com #111, to be drilled from a surface location within Lot 5 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 3 of Section 6, T-21-S, R-29-E. This well is targeting the First Bone Spring of the Bone Spring formation, with an approximate TVD of 7,450';
- (ii) Matador's Simon Camamile 0206 Fed Com #121, to be drilled from a surface location within Lot 5 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 3 of Section 6, T-21-S, R-29-E. This well is targeting the Second Bone Spring of the Bone Spring formation, with an approximate TVD of 8,300';
- (iii) Matador's Simon Camamile 0206 Fed Com #132, to be drilled from a surface location within Lot 5 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 6 of Section 6, T-21-S, R-29-E. This well is targeting the Third Bone Spring of the Bone Spring formation, with an approximate TVD of 9,530';
- (iv) Matador's Simon Camamile 0206 Fed Com #112, to be drilled from a surface location within Lot 5 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 3 of Section 6, T-21-S, R-29-E. This well is targeting the First Bone Spring of the Bone Spring formation, with an approximate TVD of 7,450';

(v) Matador's Simon Camamile 0206 Fed Com #122, to be drilled from a surface location within Lot 5 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 6 of Section 6, T-21-S, R-29-E. This well is targeting the Second Bone Spring of the Bone Spring formation, with an approximate TVD of 8,300';

Matador's proposed 670.38-acre spacing unit will overlap the following three existing spacing units and wells:

- (i) COG Operating LLC's Dump Yard 2 State #1H (API 30-015-42433), which is targeting the Second Bone Spring of the Bone Spring formation at an approximate TVD of 8,400', and which has a spacing unit comprised of Lots 4, 5, 12 and 13, NW/4SW/4 and SW4/SW4 of Section 2, Township 21 South, Range 28 East, Eddy County, New Mexico;
- (ii) COG Operating LLC's Dump Yard 2 State #2H (API 30-015-42512), which is targeting the Second Bone Spring of the Bone Spring formation at an approximate TVD of 8,315', and which has a spacing unit comprised of Lots 3, 6, 11 and 14, NE/4SW/4 and SE4/SW4 of Section 2, Township 21 South, Range 28 East, Eddy County, New Mexico; and
- (iii) COG Operating LLC's Running Buffalo 1 Federal Com #1H (API 30-015-41538), which is targeting the Second Bone Spring of the Bone Spring formation at an approximate TVD of 8,630', and which has a spacing unit comprised of Lots 1, 8, 9 and 16, and NE4/SE4 of Section 1, Township 21 South, Range 28 East, Eddy County, New Mexico.

Pursuant to NMAC 19.15.16.15.B(9) and 19.15.15.12.B, you have a right to object the overlapping spacing unit by delivering a written statement of objection to our office within twenty (20) days of the mailing of this notice. If no objection is received within this 20-day period, we will proceed with obtaining any remaining regulatory approvals for the proposed spacing unit.

If you have any questions about this matter, please contact me at your convenience.

Sincerely,

Clay Wooten Landman for Matador Production Company 972-587-4624 Clay.wooten@matadorresources.com

Exhibit C-3

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-3 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

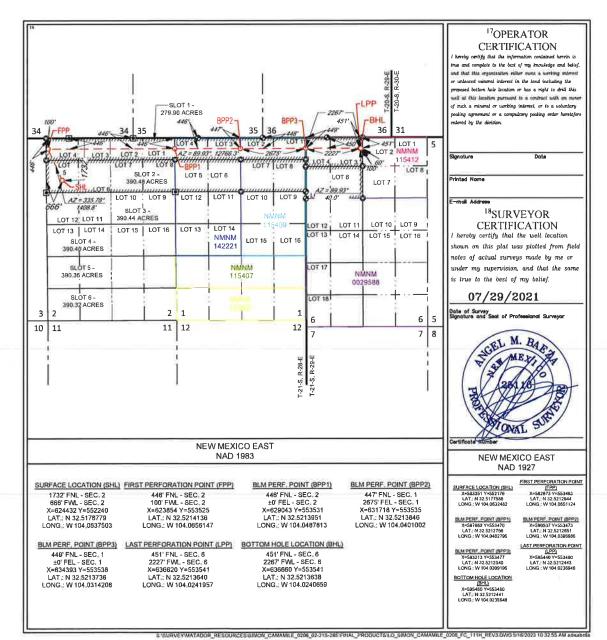
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District 1 (625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District 11 811 S. First Mt, Artesia, NM 88210 Phone: (573) 748-1283 Fax: (575) 748-9720 District 111 1000 Rno Brazos Rnal, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. 84: Francis Dr., Santa Fe, NM 87505 Phone, (505) 476-3460 Fax: (505) 476-3465 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

| | API Number | er ² Pool Code ³ Pool Name | | | | | | | |
|-------------------------------|--------------------------|--|----------------------------|----------|-------------------------|-------------------|---------------|-------------|-------------|
| 3 | 0-025- | | | | | | 2935P | Bone So | |
| Property C | lode | | | | ⁵ Property N | | | | Well Number |
| | | | S | | 111H | | | | |
| OGRID | ۲o. | | ⁸ Operator Name | | | | | | |
| 737 787 | 4 | MATADOR PRODUCTION COMPANY | | | | | | 3287' | |
| | | | | | ¹⁰ Surface L | ocation | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West I | ine Count |
| 5 | 2 | 21-S | 28-E | | 1732' | NORTH | 666' | WEST | EDDY |
| | | · · · · · · · · · · · · · · · · · · · | 11B | ottom Ho | le Location If E | ifferent From Sur | face | | |
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| 3 | 6 | 21-S | 29-E | - | 451' | NORTH | 2267' | WEST | EDDY |
| ¹² Dedicated Acres | ¹⁾ Joint or 1 | infill ¹⁴ Co | nsolidation Code | 15Orda | er No. | | | | |
| 670.38 | | | | | | | | | |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



 District L.

 1625 N. French Dr., Hobbs, NM 88210

 Phone: (575) 393-6161 Fax: (575) 393-0720

 District III

 811 S. First St., Artesia, NM 88210

 Phone: (575) 748-1283 Fax: (575) 748-7200

 District III

 1000 Rto Brazos Road, Aztec, NM 87410

 Phone: (505) 346-6178 Fax: (505) 343-6170

 District III

 1202 S. St. Francis Dr., Santa Fe, NM 87505

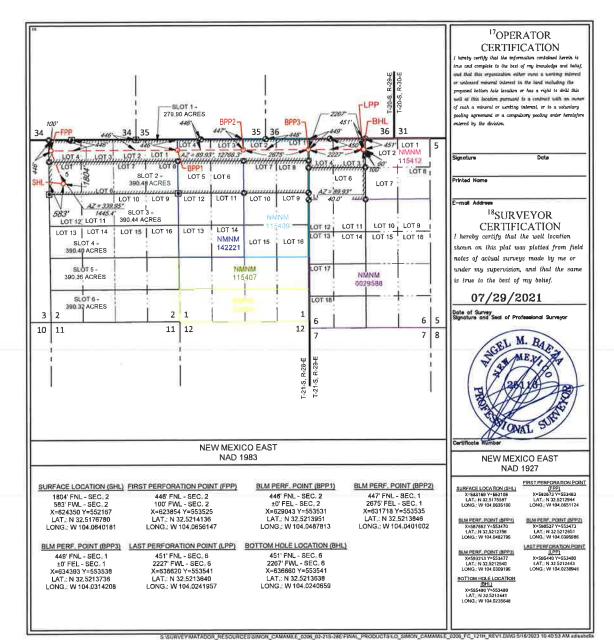
 Phone: (505) 476-31462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

| | API Numbe | | • | ¹ Pool Code | | | ³ Pool Nam | | |
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| 3 | 0-025- | | | 17995 | WC | -015 G-0 | 5 520 | 2935P; | Bone y |
| *Property C | Code | | • | SIMON (| | Well Number 121H | | | |
| | OGRID No. SOperator Name MATADOR PRODUCTION COMPANY | | | | | | | | Elevation 1289 ¹ |
| 1.4 | | | | | ¹⁰ Surface Lo | cation | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
| 5 | 2 | 21-S | 28-E | - | 1804' | NORTH | 583' | WEST | EDDY |
| | | | 11 _B | lottom Hol | e Location If D | ifferent From Sur | face | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | Count |
| 3 | 6 | 21-S | 29-E | - | 451' | NORTH | 2267' | WEST | EDDY |
| ¹⁷ Dedicated Acres 670.38 | ¹³ Joint or | Infill ¹⁴ Co | Infolidation Cod | e ¹³ Orde | r No. | | | | |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



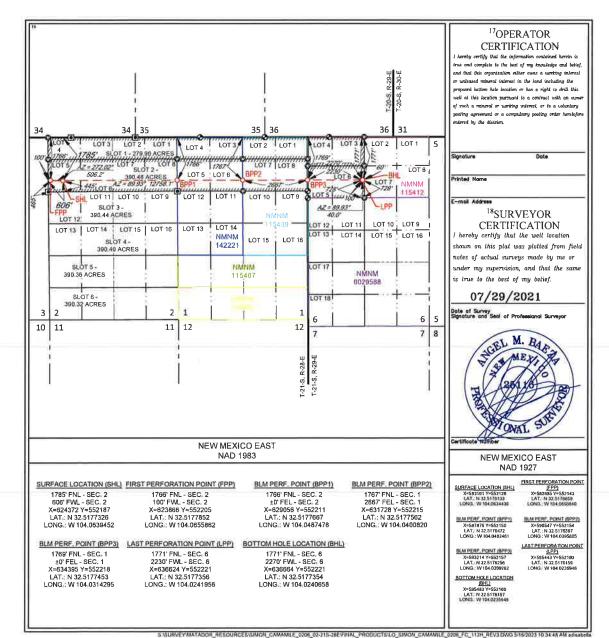
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District I fo25N French Dr., Hobbs, NM 88240 Phone, (575) 393-6161 Fux: (575) 393-0720 District II 811 S, First St., Artesia, NM 88210 Phone. (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rro Brazos Road, Aztec, NM 87410 Phone. (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S, St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

| . 3 | ¹ API Number 0-025- | | | ² Pool Code 9799 | The Addition of the Addition o | | | | Bare |
|--|-----------------------------------|------------------|---|--------------------------------|--|---------------------------|---------------------|------------------------|----------------|
| Property | Code | | *Property Name SIMON CAMAMILE 0206 FED COM 112H | | | | | | |
| 37 737 | | | *Operator Name *Elevation MATADOR PRODUCTION COMPANY 3289' | | | | | | |
| Å. | | | | | ¹⁰ Surface L | ocation | | | |
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| (8) | | | 11 | Bottom Ho | le Location If I | Different From Sur | face | | |
| UL or lot no. 8 | Section 6 | Township 21–S | Range 29-E | Lot Idn — | Feet from the 1771' | North/South line NORTH | Feet from the 2270' | East/West line | County EDDY |
| ¹ Dedicated Acres 670.38 | ¹³ Joint or 1 | Infilt *Co | nsolidation Cod | e ¹¹⁵ Ord | er No. | | | | |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



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 District I

 16253 N. French Dr., Hobbs, NM 88240

 Phune: (575) 393-6161 Fax: (575) 393-0720

 District III

 811 S. Frist St., Artesia, NM 88210

 Phone: (575) 748-1283 Fax: (575) 748-9720

 Phone (575) 748-1283 Fax: (575) 748-9720

 Phone (575) 3748-1283 Fax: (575) 748-9720

 Phone (575) 3748-1283 Fax: (575) 748-9720

 Phone (505) 334-6178 Fax: (505) 347-6174

 District IV

 120 S. St. Funnick Dr., Santa Fe, NM 8505

 Phone: (505) 476-3460

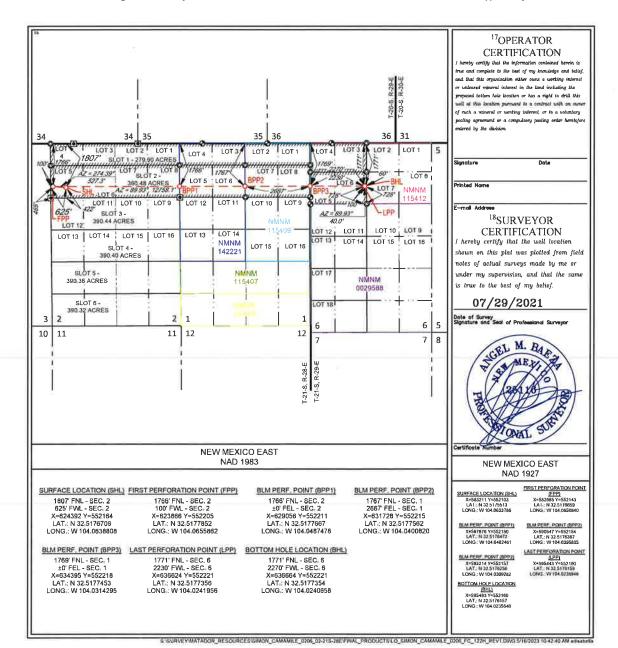
 Phone: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

| | API Number | · | | ³ Pool Code ³ Pool Name | | | | | | | |
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| 30 |)-025- | - | 6 | 7999 | $- \omega$ | C-015 G- | 05 520 | 2935P | ; Bore | | |
| *Property Co | ode | | _ | | Property ? | | | | Well Number | | |
| | | | | SIMON | CAMAMILE | 0206 FED CC | ОМ | | 122H | | |
| OGRID N | o. 🔰 | | | | ⁵ Operator 1 | Vame | | | Elevation | | |
| 9377377 | | | ľ | MATADOR PRODUCTION COMPANY 3289' | | | | | | | |
| | | | | | ¹⁰ Surface L | ocation | | | | | |
| JL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
| 5 | 2 | 21-S | 28-E | - | 1807' | NORTH | 625' | WEST | EDDY | | |
| | | / | 11 | Bottom Ho | le Location If I | Different From Sur | face | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
| 6 | 6 | 21-S | 29-E | - | 1771' | NORTH | 2270' | WEST | EDDY | | |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



District I 1625 N French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

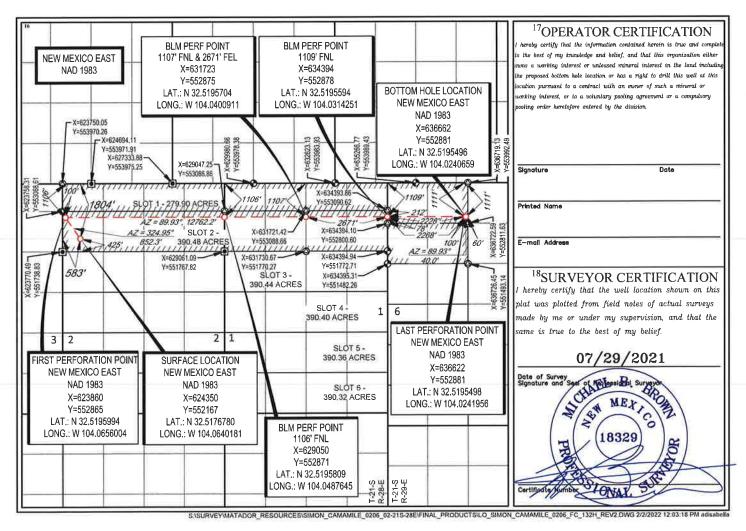
CATION AND A ODDA OD DEDICATION DI AT

FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

| | | VV. | | CATIO | AND ACK | EAGE DEDIC | ATIONILA | | | | |
|--|--------------------------|---|-----------------|------------------------|--------------------------|------------------------|---------------|----------------|--------|--|--|
| 1 | API Number | | | ^z Pool Code | | ³ Pool Name | | | | | |
| | | | 9 | 7995 | D2935P; | 935P; Bone Spr | | | | | |
| ⁴ Property C | ode | | -~W | -Well Number | | | | | | | |
| | | SIMON CAMAMILE 0206 FED COM 132H | | | | | | | | | |
| ⁷ OGRID N | lo. | ⁸ Operator Name ⁹ Elevation | | | | | | | | | |
| 22893 | 7 | MATADOR PRODUCTION COMPANY 3289' | | | | | | | | | |
| | | | | | ¹⁰ Surface Lo | ocation | | | | | |
| UL ar lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
| 5 | 2 | 21-S | 28-E | — | 1804' | NORTH | 583' | WEST | EDDY | | |
| | | | ¹¹ B | ottom Hol | le Location If D | oifferent From Sur | face | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | | |
| 3 | 6 | 21-S | 29-E | - | 1111' | NORTH | 2268' | WEST | EDDY | | |
| ² Dedicated Acres 670.38 | ¹³ Joint or 1 | infill ¹⁴ Con | solidation Cod | e ¹⁵ Orde | r No. | | | | | | |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



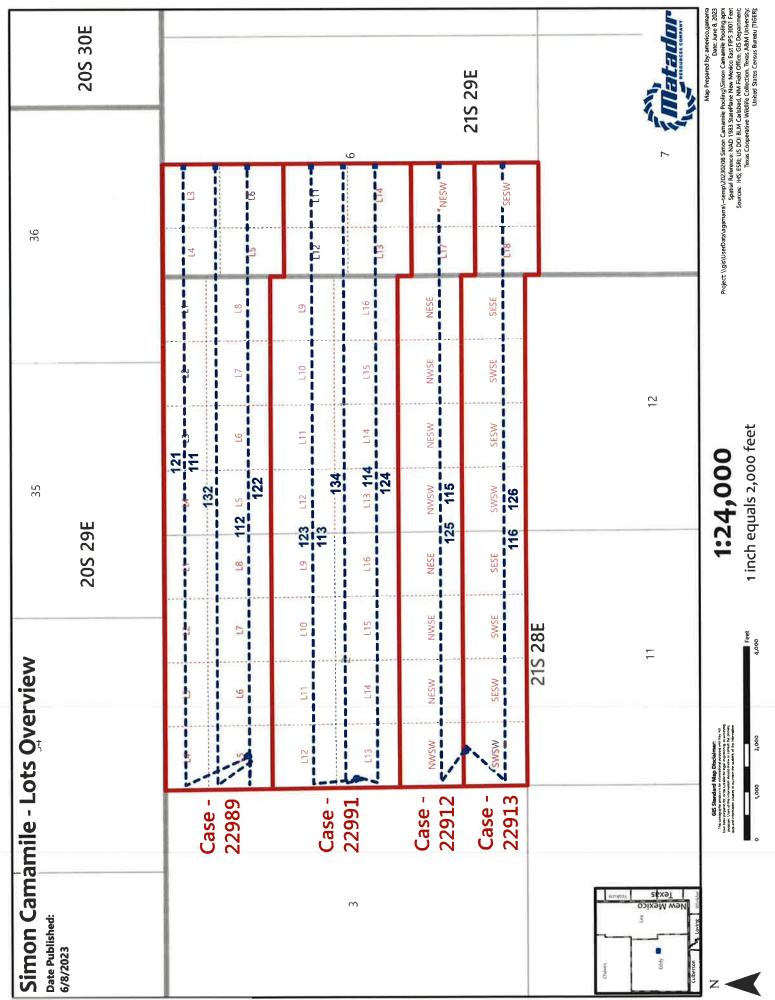
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Exhibit C-4

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-4 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

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Exhibit C-5

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-5 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

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Received by OCD: 6/29/2023 4:56:30 PM

Page 28 of 66

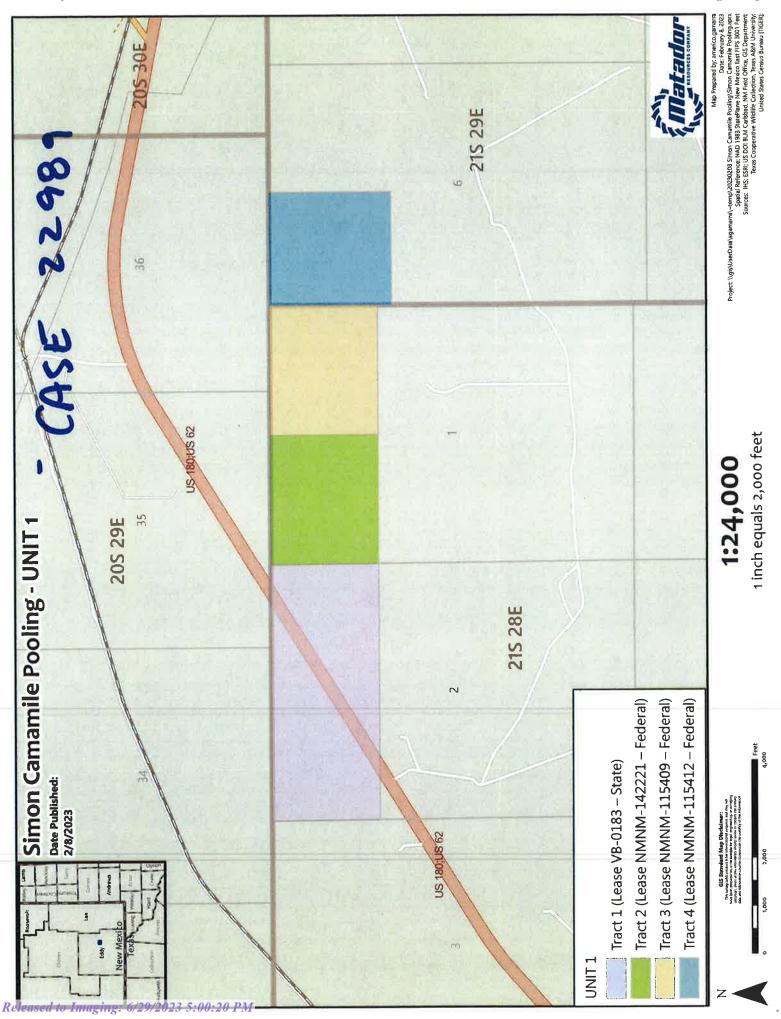


Exhibit C-6

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-6 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989



Received by OCD: 6/29/2023 4:56:30 PM

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Exhibit C-7

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-7 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

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ORRI Owners

| Regeneration Energy Corp. |
|--|
| The Allar Company |
| Premier Oil & Gas, Inc. |
| Dastarac Inc. |
| Raye Miller and wife, Mary Miller |
| Joel Miller and wife, Robin Miller |
| William Miller |
| Innoventions, Inc. |
| Levi Oil & Gas, LLC |
| Cibola Land Corporation |
| Stephen T. Mitchell |
| Barbe Development, LLC |
| Hutchings Oil Company |
| Don Grady |
| Duane Brown |
| Southwest Petroleum Land Services, LLC |
| Mitchell Exploration, Inc. |
| Ronadero Company, Inc. |
| Natalie V. Hanagan |
| Charmar, LLC |
| Bane Bigbie and wife, Melanie Bigbie |
| Leonard Legacy Royalty, LLC |
| LML Properties, LLC |
| Jack's Peak, LLC |
| Markel Investments, LLC |
| Panhandle Properties LLC |
| Mongoose Minerals LLC |
| EOG Resourcs, Inc. |
| Nestegg Energy Corporation |
| Mewbourne Oil Company |
| Curtis W. Mewbourne, Trustee |

Exhibit C-8

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-8 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

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MRC Permian Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 405.397.8040 • Fax 214.866.4946 nick.farmer@matadorresources.com

Nick Farmer Landman

November 11, 2021

VIA CERTIFIED RETURN RECEIPT MAIL

3MG Corporation P.O. Box 7698 Tyler, TX 75711

Re: Simon Camamile 0206 Fed Com #111H, #112H, #113H, #114H, #115H, #116H, #121H, #122H, #123H, #124H, #125H, & #126H (the "Wells")
Participation Proposal
Sections 1 & 2, Township 21 South, Range 28 East; and Section 6, Township 21 South, Range 29 East, Eddy County, New Mexico

Dear Sir/Madam:

MRC Permian Company ("MRC") hereby proposes the drilling of the following Matador Production Company's Simon Camamile 0206 Fed Com #111H, Simon Camamile 0206 Fed Com #112H, Simon Camamile 0206 Fed Com #113H, Simon Camamile 0206 Fed Com #114H, Simon Camamile 0206 Fed Com #115H, Simon Camamile 0206 Fed Com #116H, Simon Camamile 0206 Fed Com #121H, Simon Camamile 0206 Fed Com #122H, Simon Camamile 0206 Fed Com #123H, Simon Camamile 0206 Fed Com #124H, Simon Camamile 0206 Fed Com #125H & Simon Camamile 0206 Fed Com #126H located in Sections 1 & 2, Township 21 South, Range 28 East; and Section 6, Township 21 South, Range 29 East, Eddy County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each Well is itemized on the twelve (12) enclosed Authority for Expenditures ("AFE") dated October 8, 2021.
- Simon Camamile 0206 Fed Com #111H: to be drilled from a legal location with a proposed surface hole location within Lot 5 of Section 2-21S-28E and a proposed bottom hole location within Lot 3 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #112H: to be drilled from a legal location with a proposed surface hole location within Lot 5 of Section 2-21S-28E and a proposed bottom hole location within Lot 6 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #113H: to be drilled from a legal location with a proposed surface hole location within Lot 13 of Section 2-21S-28E and a proposed bottom hole location within Lot 11 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.

- Simon Camamile 0206 Fed Com #114H: to be drilled from a legal location with a proposed surface hole location within Lot 13 of Section 2-21S-28E and a proposed bottom hole location within Lot 14 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #115H: to be drilled from a legal location with a proposed surface hole location within the SW/4SW/4 of Section 2-21S-28E and a proposed bottom hole location within the NE/4SW/4 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #116H: to be drilled from a legal location with a proposed surface hole location within the SW/4SW/4 of Section 2-21S-28E and a proposed bottom hole location within the SE/4SW/4 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #121H: to be drilled from a legal location with a proposed surface hole location within Lot 5 of Section 2-21S-28E and a proposed bottom hole location within Lot 3 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #122H: to be drilled from a legal location with a proposed surface hole location within Lot 5 of Section 2-21S-28E and a proposed bottom hole location within Lot 6 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #123H: to be drilled from a legal location with a proposed surface hole location within Lot 13 of Section 2-21S-28E and a proposed bottom hole location within Lot 11 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #124H: to be drilled from a legal location with a proposed surface hole location within Lot 13 of Section 2-21S-28E and a proposed bottom hole location within Lot 14 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #125H: to be drilled from a legal location with a proposed surface hole location within the SW/4SW/4 of Section 2-21S-28E and a proposed bottom hole location within the NE/4SW/4 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.
- Simon Camamile 0206 Fed Com #126H: to be drilled from a legal location with a proposed surface hole location within the SW/4SW/4 of Section 2-21S-28E and a proposed bottom hole location within the SE/4SW/4 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~7,714' TVD) to a Measured Depth of approximately 21,204'.

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

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

MRC is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement dated October 28, 2021, by and between Matador Production Company, as Operator, and MRC Permian Company et al, as Non-Operators, covering all of Sections 1 & 2, Township 21 South, Range 28 East; and the W/2 of Section 6, Township 21 South, Range 29 East, Eddy County, New Mexico, and has the following general provisions:

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

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

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

Sincerely,

MRC PERMIAN COMPANY

~ Km

Nick Farmer

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3MG Corporation hereby elects to:

| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #111H well. Not to participate in the Simon Camamile 0206 Fed Com #111H |
|--|
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #112H well. Not to participate in the Simon Camamile 0206 Fed Com #112H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #113H well. Not to participate in the Simon Camamile 0206 Fed Com #113H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #114H well. Not to participate in the Simon Camamile 0206 Fed Com #114H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #115H well. Not to participate in the Simon Camamile 0206 Fed Com #115H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #116H well. Not to participate in the Simon Camamile 0206 Fed Com #116H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #121H well. Not to participate in the Simon Camamile 0206 Fed Com #121H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #122H well. Not to participate in the Simon Camamile 0206 Fed Com #122H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #123H well. |
| Not to participate in the Simon Camamile 0206 Fed Com #123H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #124H well. Not to participate in the Simon Camamile 0206 Fed Com #124H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #125H well. Not to participate in the Simon Camamile 0206 Fed Com #125H |
| Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #126H well. Not to participate in the Simon Camamile 0206 Fed Com #126H |

3MG Corporation

By: _____

Title:

Date: _____

Contact Number:

MRC Permian Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 972.587.4624 • Fax 214.866.4930 clay.wooten@matadorresources.com

Clay Wooten Landman

January 4, 2023

VIA CERTIFIED RETURN RECEIPT MAIL

Concho Oil & Gas LLC 600 W. Illinois Ave. Midland, TX 79701

Re: Simon Camamile 0206 Fed Com #111H, #112H, #113H, #114H, #115H, #116H, #201H, #202H, #203H, #204H, #205H, #206H & #226H (the "Wells")
Amended Authority for Expenditure and Joint Operating Agreement
Sections 1 and 2, Township 21 South, Range 28 East
Section 6, Township 21 South, Range 29 East
Eddy County, New Mexico

Dear Sir/Madam;

Reference is made to the previous proposals for the Simon Camamile 0206 Fed Com #111H, Simon Camamile 0206 Fed Com #112H, Simon Camamile 0206 Fed Com #113H, Simon Camamile 0206 Fed Com #114H, Simon Camamile 0206 Fed Com #115H, Simon Camamile 0206 Fed Com #116H, Simon Camamile 0206 Fed Com #201H, Simon Camamile 0206 Fed Com #202H, Simon Camamile 0206 Fed Com #203H, Simon Camamile 0206 Fed Com #204H, Simon Camamile 0206 Fed Com #205H, Simon Camamile 0206 Fed Com #206H, and Simon Camamile 0206 Fed Com #226H ("Wells"), dated November 11, 2021 and November 22, 2021. This notice is being provided due to a recent revision of costs attributed to increased service cost estimates and materials, enclosed for further handling is our updated and revised Authority for Expenditures ("AFE") dated December 15, 2022. Additionally, attached is an updated Joint Operating Agreement ("JOA") dated November 21, 2022.

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

Please contact me if you have any questions.

Sincerely,

MRC PERMIAN COMPANY

Clay Wooten

Clay Wooten

MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE - 5400 LBJ FREEWAY - SUITE 1500 - DALLAS, TEXAS 75240

Phone (972) 371-5200 • Fax (972) 371-5201

ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

| DATE: | 12/15/2022 | AFE NO.: | |
|------------------|--|-----------------|--------------|
| WELL NAME: | Simon Camamile 0206 Fed Com #111H | FIELD: | |
| OCATION: | Sec 2 & 1 - 21S - 28E; Sec 6 - 21S - 29E | MD/TVD: | 21,204/7,714 |
| COUNTY/STATE: | Eddy County, New Mexico | LATERAL LENGTH: | 12,350' |
| MRC WI: | | | 12,000 |
| GEOLOGIC TARGET: | 1st Bone Spring | | |
| REMARKS: | Drill, complete and equip a horizontal 1st Bone Sp | nino well | |

Drill, complete and equip a horizontal 1st Bone Spring well

| INTANGIBLE COSTS | DRILLING COSTS | C | OMPLETION COSTS | | PRODUCTION COSTS | FAC | LITY COSTS | | COSTS |
|-----------------------------------|-------------------|----|--------------------|----|---------------------|-----|------------|----|------------|
| Land / Legal / Regulatory \$ | 35,000 | \$ | | \$ | | 5 | 10,000 | \$ | 45,000 |
| Location, Surveys & Damages | 145,000 | | 13,000 | | 15,000 | - | 20,000 | | 193,000 |
| Drilling | 985,650 | | | - | | / | | | 985,650 |
| Cementing & Float Equip | 385,000 | _ | | | | | | | 385,000 |
| Logging / Formation Evaluation | | | 3,760 | _ | 3,000 | | | _ | 6,780 |
| Flowback - Labor | | _ | | | 32,205 | _ | | _ | 32,205 |
| Flowback - Surface Rentals | | | | | 47,250 | | | _ | 47,250 |
| Flowback - Rental Living Quarters | | | | | | | | _ | |
| Mud Logging | 28,325 | | | | | | | _ | 28,325 |
| Mud Circulation System | 63,988 | | | | | | | | 63,988 |
| Mud & Chemicals | 320,250 | | 71,000 | _ | 6,000 | | | _ | 397,250 |
| Mud / Wastewaler Disposal | 190,000 | | - | _ | | | 1,000 | _ | 191,000 |
| Freight / Transportation | 31,250 | | 124,000 | _ | | | | | 155,250 |
| Rig Supervision / Engineering | 129,800 | | 110,600 | | 4,350 | | 3.600 | _ | 248,350 |
| Drill Bits | 122,000 | | | | | | | | 122,000 |
| Drill Blt Purchase | | | · | | | | | _ | |
| Fuel & Power | 209,745 | | 520,000 | _ | | | | | 729,745 |
| Water | 84,000 | | 951,563 | | 3,000 | | 1.000 | | 1,039,663 |
| Drig & Completion Overhead | 14,750 | _ | | _ | | | | _ | 14,750 |
| Plugging & Abandonment | 141 | | | _ | | | | _ | 11,100 |
| Directional Drilling, Surveys | 324,356 | _ | | _ | | | | | 324,356 |
| Completion Unit, Swab, CTU | | | 220,000 | | 13,500 | | | | 233,500 |
| Perforating, Wireline, Slickline | 24 | · | 256,500 | _ | | | | _ | 256,500 |
| High Pressure Pump Truck | | | 116,750 | | 6,000 | | | _ | 122,750 |
| Stimulation | | | 2,454,844 | _ | | | | | 2,454,844 |
| Stimulation Flowback & Disp | 4 | | 15,500 | _ | 260,000 | | | | 275,500 |
| Insurance | 8,948 | | | | , | | | _ | 8,948 |
| Labor | 183,500 | | 66,000 | | 15.000 | | 5.000 | _ | 269,500 |
| Rental - Surface Equipment | 128,430 | | 618,698 | | 10,000 | | 5,000 | | 762,128 |
| Rental - Downhole Equipment | 237,500 | | 127,000 | _ | | | 0,000 | _ | 364,500 |
| Rental - Living Quarters | 49,280 | | 49,635 | | | | 5,000 | | 103,915 |
| Contingency | 73,535 | | 328,403 | _ | 41,531 | | 5.060 | _ | 446,528 |
| Operations Center | 24,633 | | | | 41,001 | | 3,000 | | 24,633 |
| TOTAL INTANGIBLES > | 3,774,940 | | 6,045,271 | - | 456,836 | | 55,660 | _ | 10,332,707 |

| TANGIBLE COSTS | DRILLING COSTS | COMPLETION COSTS | PRODUCTION COSTS | FACILITY COSTS | TOTAL COSTS |
|----------------------------------|-------------------|---------------------|---------------------|----------------|----------------|
| Surface Casing \$\$ | 95,300 | \$ | 5 | \$ | \$ 95,300 |
| Intermediate Casing | 203,500 | | | | 203,500 |
| Drilling Liner | 248,900 | | | | 248,900 |
| Production Casing | 1,217,676 | | | | 1,217,676 |
| Production Liner | * | | | | 1001010 |
| Tubing | | | 109,375 | | 109.375 |
| Wellhead | 145,000 | | 45,000 | | 191,000 |
| Packers, Liner Hangers | | 86,700 | | / | 86,700 |
| Tanks | | | | 120,000 | 120,000 |
| Production Vessels | | | | 159,700 | 159,700 |
| Flow Lines - | | | | 120,000 | 120,000 |
| Rod string | | | | 120,000 | 120,000 |
| Artificial Lift Equipment | | | 325,000 | | 325,000 |
| Compressor | | | | 20.833 | 20,833 |
| Installation Costs | | | · | 104,000 | 104,000 |
| Surface Pumps | | | 2,500 | 28,750 | 31,250 |
| Non-controllable Surface | | | 2,000 | 2,000 | 2,000 |
| Non-controllable Downhole | · · · | | | 2,000 | |
| Downhole Pumps | | | | | |
| Measurement & Meter Installation | | | 10,000 | 113.500 | 123,500 |
| Gas Conditioning / Dehydration | | | | 113,500 | 123,000 |
| Interconnecting Facility Piping | | | | 137,500 | 137,500 |
| Gathering / Bulk Lines | | | | 137,300 | |
| Valves, Dumps, Controllers | | | | <u>.</u> | *. |
| Tank / Facility Containment | | | | 17,500 | 17,500 |
| Flare Slack | | | | 43,750 | 43,750 |
| Electrical / Grounding | | | 30,000 | | |
| Communications / SCADA | | | 4.000 | 97,300 | 127,300 20,250 |
| Instrumentation / Safety | | | 4,000 | 63,300 | |
| TOTAL TANGIBLES > | 1,911,376 | 07 705 | | | 63,300 |
| | | 86,700 | 525,875 | 1,044,383 | 3,565,334 |
| TOTAL COSTS > | 5,686,316 | 6,131,971 | 982,711 | 1,100,043 | 13,901,041 |

| PREPARED | BY M | ATADOR | PRODUCT | ION COMPANY: |
|----------|------|--------|---------|--------------|

Fred Mihal

Colin Lesnick

Josh Bryant

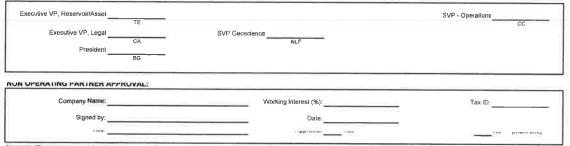
Team Lead - WTX/NM

MATADOR RESOURCES COMPANY APPROVAL:

Drilling Engineer:

Completions Engineer:

Production Engineer:



The single of the Arg an estimate any and may may make both used at a long on any specific agric of the tool case of the poperty Transport assessment to any the Arg and Arg and a strain the test free larger Contractions was if shares on ready AFE - Version 3

REMARKS:

MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240

Phone (972) 371-5200 • Fax (972) 371-5201

ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

| DATE: | 12/15/2022 | AFE NO.: | |
|------------------|--|------------------|----------------|
| WELL NAME: | Simon Camamile 0206 Fed Com #112H | FIELD: | |
| LOCATION: | Sec 2 & 1 - 21S - 28E; Sec 6 - 21S - 29E | MD/TVD: | 24 0041/2 24 4 |
| COUNTY/STATE: | Eddy County, New Mexico | LATERAL LENGTH: | 21,204'/7,714' |
| MRC WI: | | EAVERAL EENSTIN. | 12,350 |
| GEOLOGIC TARGET: | 1st Bone Spring | | |

Drill, complete and equip a horizontal 1st Bone Spring well

| INTANGIBLE COSTS | DRILLING COSTS | c | OMPLETION COSTS | PRODUCTION COSTS | FACILITY COSTS | | TOTAL |
|-----------------------------------|---|----|--------------------|---------------------|----------------|----|---------------------------|
| Land / Legal / Regulatory \$ | 35,000 | \$ | | 5 - | \$ 10,000 | \$ | 45,000 |
| Location, Surveys & Damages | 145,000 | | 13,000 | 15,000 | 20,000 | | 193,000 |
| Drilling | 985,650 | | | | | - | 985.650 |
| Cementing & Float Equip | 385,000 | | | | | | 385,000 |
| Logging / Formation Evaluation | | _ | 3,780 | 3,000 | | | 6,780 |
| Flowback - Labor | | | | 32,205 | | - | 32,205 |
| Flowback - Surface Rentals | | | | 47,26D | | | 47,250 |
| Flowback - Rental Living Quarters | | | | | | - | 41,4,00 |
| Mud Logging | 28,325 | | | | | _ | 28,325 |
| Mud Circulation System | 63,988 | | | | | | 63,988 |
| Mud & Chamicals - | 320,250 | | 71,000 | 6.000 | | | 397,250 |
| Mud / Wastewater Disposal | 190,000 | | - | | 1,000 | _ | 191,000 |
| Freight / Transportation | 31,250 | | 124,000 | | 1,000 | _ | 155,250 |
| Rig Supervision / Engineering | 129,800 | | 110.600 | 4,350 | 3,600 | _ | 248,350 |
| Drill Bits | 122,000 | | | | 0,000 | _ | 122,000 |
| Drill Bit Purchase - | and the second se | | | | | _ | 122,000 |
| Fuel & Power | 209,745 | | 520.000 | | | _ | 729,745 |
| Water | 84,000 | | 951,563 | 3.000 | 1,000 | _ | 1,039,563 |
| Drig & Completion Overhead | 14,750 | | | | 1,000 | | 14,750 |
| Plugging & Abandonment | | | | | | | |
| Directional Drilling, Surveys | 324,355 | | | | | _ | 324.356 |
| Completion Unit, Swab, CTU | | | 220,000 | 13,500 | | _ | 233,500 |
| Perforating, Wireline, Slickline | | | 256,500 | 10,000 | | _ | 255,500 |
| High Pressure Pump Truck | | | 116,750 | 6,000 | | _ | 122,750 |
| Stimulation | | | 2,454,844 | 0,000 | | _ | 2,454,844 |
| Stimulation Flowback & Disp | | _ | 15,500 | 260.000 | | | 275,500 |
| Insurance | 8,948 | | | | | | 2/5,500 |
| Labor | 183,500 | | 68,000 | 15,000 | 5,000 | _ | 269,500 |
| Rental - Surface Equipment | 128,430 | | 618,698 | 10,000 | 5.000 | _ | 762,128 |
| Rental - Downhole Equipment | 237,500 | - | 127.000 | 10,000 | | | 364,500 |
| Rental - Living Quarters | 49,280 | | 49,635 | | 5,000 | _ | 103,915 |
| Contingency | 73,535 | | 326,403 | 41.531 | 5,060 | | 446,528 |
| Operations Center | 24,633 | | | 41,001 | 0,000 | | 24,633 |
| TOTAL INTANGIBLES > | 3,774,940 | _ | 6,045,271 | 455,836 | | | Constant of All Constants |
| | 0,774,840 | | 0,040,211 | 456,636 | 55,660 | | 10,332,70 |

| TANGIBLE COSTS | DRILLING COSTS | COMPLETION COSTS | PRODUCTION | FACILITY COSTS | TOTAL |
|----------------------------------|-------------------|---------------------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| Surface Casing \$ | 95,300 | \$ | \$ | \$ | \$ 95,300 |
| Intermediate Casing | 203,500 | | | | 203,500 |
| Drilling Liner | 248,900 | | | | 248,900 |
| Production Casing | 1,217,676 | | | | 1,217,676 |
| Production Liner | | | | | |
| Tubing | | | 109,375 | | 109,375 |
| Wellhead | 146,000 | | 45,000 | | 191,000 |
| Packers, Liner Hangers | | 86,700 | 10,000 | | 85,700 |
| Tanks | | | | 120,000 | 120,000 |
| Production Vessels | | | | 159,700 | 159,700 |
| Flow Lines | | | | 120,000 | 120,000 |
| Rod string | | | | 120,000 | |
| Artificial Lift Equipment | | | 325,000 | | 325,000 |
| Compressor | | · | 323,000 | 20.833 | 20,833 |
| Installation Costs | | | | 104,000 | |
| Surface Pumps | | | 2,500 | 28,750 | 104,000 |
| Non-controllable Surface | | | 2,300 | | 31,250 |
| Non-controllable Downhole | | · · · · · · · · · · · · · · · · · · · | | 2,000 | 2,000 |
| Downhole Pumps | | | <u> </u> | | · · · · · · · · · · · · · · · · · · · |
| Measurement & Meter Installation | | | | | |
| Gas Conditioning / Dehydration | | | 10,000 | 113,500 | 123,500 |
| Interconnecting Facility Piping | | | <u> </u> | - | |
| Gathering / Bulk Lines | | | | 137,500 | 137,500 |
| Valves, Dumps, Controllers | | | · · · · · · · · · · · · · · · · · · · | | - |
| Tank / Facility Containment | | | · · · · · | · · · · · · · · · · · · · · · · · · · | |
| Flare Stack | | | | 17,500 | 17,500 |
| Electrical / Grounding - | | | | 43,760 | 43,750 |
| Communications / SCADA | | | 30,000 | 97,300 | 127,300 |
| Instrumentation / Safely | | | 4,000 | 16,250 | 20,250 |
| | | | | 63,300 | 63,300 |
| TOTAL TANGIBLES > | 1,911,376 | 86,700 | 525,875 | 1,044,383 | 3,568,334 |
| TOTAL COSTS > | 5,686,316 | 6,131,971 | 982,711 | 1.100.043 | 13.901.041 |

PREPARED BY MATADOR PRODUCTION COMPANY:

Fred Mihal Colin Lesnick George Malloy

Drilling Engineer: Completions Engineer: Production Engineer:

| Team Lead - WTX/NM | uz |
|--------------------|-----|
| | WHB |

| ecutive VP, Reservoir/Assel | - | SVP - Operations |
|-----------------------------|-----------------------|------------------|
| Executive VP, Legal | SVP Geoscience | cc |
| CA | NLF | |
| President | - | |
| | | |
| | | |
| PERALING PARINER APPRUVA | | |
| PERATING PARTNER APPROVAL | | |
| Company Name: | Working Interest (%): | Tax ID: |
| | Working Interest (%): | Tax ID: |

AFE - Version 3

MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240

Phone (972) 371-5200 • Fax (972) 371-5201

ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

| DATE: | October 8th 2021 | AFE NO.: | |
|-----------------|---|-----------------|----------------|
| WELL NAME: | Simon Carnamile #121H | FIELD: | |
| OCATION: | | MD/TVD: | 22,069'/8,579' |
| COUNTY/STATE: | Eddy County, New Mexico | LATERAL LENGTH: | 12,350' |
| RC WI: | | | |
| EOLOGIC TARGET: | 2nd Bone Spring | | |
| REMARKS | Drill, complete and equip a horizontal 2nd Bone Spring we | | |

DRILLING COMPLETION RODUCTION TOTAL INTANGIBLE COSTS COSTS COSTS COSTS FACILITY COSTS COSTS Land / Legal / Regulatory Location, Surveys & Damages 35,000 45,000 10,000 13,000 15,000 33,333 186 333 125,000 Drilling 770,750 770,750 **Comenting & Float Equip** 330,000 330,000 Logging / Formation Evaluation Flowback - Labor 3,780 3,000 17,176 5,780 17,178 Flowback - Surface Rentals 25,200 25,200 Flowback - Rental Living Quarters 25,400 Mud Logging Mud Circulation System Mud & Chemicals Mud / Wastewater Disposal 25,400 48,050 320,250 49,000 8,000 1,000 170,000 171.000 Freight / Transportation Rig Supervision / Engineering 25,000 112,100 40.625 65,625 4,350 7,200 105,000 228,650 Drill Bits 122,000 122,000 Drill Bit Purchase 146,025 548,100 656,250 694,125 Fuel & Power Water Drig & Completion Overhead Plugging & Abandonment Directional Drilling, Surveys 84,000 14,750 3,000 1,000 744,250 271.383 271,383 150,000 13,500 Completion Unit, Swab, CTU Perforating, Wireline, Slickline High Pressure Pump Truck 163,500 219,753 63,750 219,753 6,000 69,750 * Stimulation Stimulation Flowback & Disp 2,289,844 2 289 844 15,500 260,000 275,500 9.313 9.313 Insurance 61,750 265,250 533,548 Labor Rental - Surface Equipment 183,500 128,430 15.000 5.000 390,118 10.000 5,000 Rental - Downhole Equipment Rental - Living Quarters 310,750 99,953 224,750 86,000 45,673 49,280 5,000 18,911 Contingency Operations Center 244,830 8,753 366,344 24,633 24 633 74,287 TOTAL INTANGIBLES > 3,315,464 4.982.972 397,137 8,769,859

| TANGIBLE COSTS | DRILLING COSTS | | MPLETION COSTS | | COSTS | FA | CILITY COSTS | | TOTAL COSTS |
|----------------------------------|-------------------|----|-------------------|----|---------|------|--------------|------|----------------|
| Surface Casing \$ | 46,050 | \$ | | \$ | | \$ | | \$ | 46,050 |
| Intermediate Casing | 82,400 | _ | | _ | | _ | | - 25 | 82,400 |
| Drilling Liner | 141,200 | | | | | | | _ | 141,200 |
| Production Casing | 624,622 | | | - | | | | - | 624,622 |
| Production Liner | | | | _ | | 0.85 | | | |
| Tubing | | | | | 45,500 | | | | 45,500 |
| Wellhead | 133,000 | | | _ | 45,000 | | | | 178,000 |
| Packers, Liner Hangers | | | 73,950 | | | | | | 73,950 |
| Tanka | 19 | | | | | | 81,000 | _ | 81,000 |
| Production Vessels | | | | | | | 147,983 | | 147,983 |
| Flow Lines | · · · · | | | | | _ | 120,000 | - | 120,000 |
| Rod string | | | | | | _ | | | 8 |
| Artificial Lift Equipment | | _ | | _ | 275,000 | _ | | | 275,000 |
| Compressor | | | | | | _ | 20,000 | | 20,000 |
| Installation Costs | | | | _ | · · · | _ | 80,000 | _ | 80,000 |
| Surface Pumps | | | | | 2,500 | _ | 38,333 | _ | 40,833 |
| Non-controllable Surface | | | | _ | | | 2,000 | _ | 2,000 |
| Non-controllable Downhole | | | | _ | | _ | | | |
| Downhole Pumps | | | | | • | | | - | |
| Measurement & Meter Installation | | | | _ | 10,000 | - | 65,333 | | 75,333 |
| Gas Conditioning / Dehydration | | | | - | • | _ | - | _ | • |
| Interconnecting Facility Piping | | | | _ | | _ | 133,333 | _ | 133,333 |
| Gathering / Bulk Lines | | | | _ | - | | | | 10 N |
| Valves, Dumps, Controllers | | _ | | _ | • | _ | | _ | |
| Tank / Facility Containment | | _ | | _ | | _ | 23,333 | | 23,333 |
| Flare Stack | | | | | - | | 51,667 | - | 51,667 |
| Electrical / Grounding | | - | | | 30,000 | - 3 | 87,667 | | 117,667 |
| Communications / SCADA | | | | | 4,000 | | 10,000 | - 63 | 14,000 |
| Instrumentation / Safety | | | | | | _ | 65,500 | | 65,500 |
| TOTAL TANGIBLES > | 1,027,272 | | 73,960 | - | 412,000 | | 926,150 | | 2,439,372 |
| TOTAL COSTS > | 4.342.736 | - | 5,056,922 | | 809,137 | - | 1,000,437 | | 11,209,231 |

| Drilling Engineer: | Fred Mihal | Team Lead - WTX/NM | nk |
|-----------------------|---------------|--------------------|-----|
| Completions Engineer: | Colin Lesnick | | WHB |
| Production Engineer: | George Malloy | | |

| Executive VP, COO/CFO | Executive VP, COO - Legal | CA BEG | Chief GeologistMLF |
|--|--|--|---|
| NON OPERATING PARTNER APPROVAL: | | | |
| Company Name: | Working Interest (%): | | Tax ID: |
| Signed by: | Date: | | _ |
| Title: | Approval: | Yes | No (mark one) |
| The party of the DFI per analysis only and may real to extend at the large or party model, then or the reacting, maps, subtacks, requiring a large start with write the large of the scaling of the scal | tage and of the project. There growships approved under the APE may be project as to a a constraint organizing under a white approved provering the and. Particularity shall be a | up phir the east has been considered to wared by and belied proportionality for | e seven many true AVE. The Participant agrees in pay in an enterthermal phase of potent over the Common a well control and general keeping repuration simple, participated or provides Copymon a definition of |

MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240

Phone (972) 371-5200 • Fax (972) 371-5201

| ESTIMATE OF CO | OSTS AND AUTHORIZAT | 10N FOR EXPENDITURE |
|----------------|---------------------|----------------------------|
|----------------|---------------------|----------------------------|

| DATE: | October 8th 2021 | AFE NO.: | |
|------------------|-------------------------|-----------------|----------------|
| WELL NAME: | Simon Camamile #122H | FIELD: | |
| LOCATION: | | MD/TVD: | 22,069'/8,579' |
| COUNTY/STATE: | Eddy County, New Mexico | LATERAL LENGTH: | 12,350' |
| MRC WI: | | | |
| GEOLOGIC TARGET: | 2nd Bone Spring | | |
| | | N | |

Drill, complete and equip a horizontal 2nd Bone Spring well EMARKS PRODUCTION COSTS TOTAL DRILLING COSTS COMPLETION COSTS FACILITY COSTS INTANGIBLE COSTS COSTS Land / Legal / Regulatory Location, Surveys & Damages 45,000 186,333 770,750 35,000 10,000 33,333 125,000 13,000 15,000 Drilling Cementing & Float Equip 770 750 330,000 330,000 3,000 17,176 25,200 Logging / Formation Evaluation Flowback - Labor 3,780 6,780 17,176 Flowback - Labor Flowback - Surface Rentals Flowback - Rental Living Quarters 25,200 Mud Logging Mud Circulation System 25,400 25,400 48,050 320,250 48,050 Mud Circulation System Mud & Chemicals Mud / Wastewater Disposal Freight / Transportation Rig Supervision / Engineering Drill Bits 6,000 49,000 170,000 1,000 171,000 40,625 25,000 65,625 112,100 105,000 4,350 7,200 228,650 122,000 122,000 Drill Bit Purchase Fuel & Power 146,025 548,100 694,125 3,000 1,000 744,250 14,750 Water 84,000 656,250 Water Drig & Completion Overhead Plugging & Abandonment Directional Dritting, Surveys Completion Unit, Swab, CTU 14,750 271.383 271,383 163,500 219,753 69,750 150,000 13,500 Perforating, Wireline, Slickline High Pressure Pump Truck 219,753 63,750 6,000 2,289,844 2,289,844 Stimulation . 260,000 Stimulation Flowback & Disp 275,500 9,313 9,313 61,750 15,000 5,000 5,000 Labor Rental - Surface Equipment 163 500 265.250 128,430 224,750 533,548 310,750 390,118 10,000 86,000 45,673 Rental - Downhole Equipment Rental - Living Quarters Contingency Operations Center 5,000 6,753 49 280 99,953 366,344 95,849 244,830 18,911 24,633 24,633 4,982,972 397,137 74,287 8,769,859 TOTAL INTANGIBLES > 3,315,464 ETION

| TANGIBLE COSTS | COSTS | COMPLETION | PRODUCTION COSTS | FACILITY COSTS | COSTS |
|----------------------------------|-----------|------------|---------------------|----------------|------------|
| Surface Casing \$ | 46,050 | \$ | \$ | \$ | \$ 46,050 |
| Intermediate Casing | 82,400 | | | | 82,400 |
| Drilling Liner | - 141,200 | | | | 141,200 |
| Production Casing | 624,622 | | - | | 624,622 |
| Production Liner | | | | | · · · |
| Tubing | • : | | 45,500 | | 45,500 |
| Wellhead | 133,000 | | 45,000 | | 178,000 |
| Packers, Liner Hangers | | 73,950 | | | 73,950 |
| Tanks | | | | 61,000 | 81,000 |
| Production Vessels | | | | 147,983 | 147,983 |
| Flow Lines | * | | | 120,000 | 120,000 |
| Rod string | • | | | | - |
| Artificial Lift Equipment | | | 275,000 | | 275,000 |
| Compressor | | | | 20,000 | 20,000 |
| Installation Costs | | | | 80,000 | 80,003 |
| Surface Pumps | | | 2,500 | 38,333 | 40,833 |
| Non-controllable Surface | | | | 2,000 | 2,000 |
| Non-controllable Downhole | | | | | |
| Downhole Pumps | | | | | |
| Measurement & Meter Installation | | | 10,000 | 65,333 | 75,333 |
| Gas Conditioning / Dehydration | | | | | |
| Interconnecting Facility Piping | | | - | 133,333 | 133,333 |
| Gathering / Bulk Lines | | | | | |
| Valves, Dumps, Controllers | | | | | |
| Tank / Facility Containment | | | | 23,333 | 23,333 |
| Flare Stack | | | | 51,667 | 51,667 |
| Electrical / Grounding | | | 30,000 | 87,667 | 117,667 |
| Communications / SCADA | | | 4,000 | 10,000 | 14,000 |
| Instrumentation / Safety | | | | 65,500 | 65,500 |
| TOTAL TANGIBLES > | 1,027,272 | 73,950 | 412,000 | 926,150 | 2,439,372 |
| TOTAL COSTS > | 4,342,735 | 5,056,922 | 809,137 | 1,000,437 | 11,209,231 |

| Drilling Engineer: | Fred Mihal | Team Lead - WTX/NM 4 JK | |
|-----------------------|----------------|--------------------------------|-----------------|
| Completions Engineer: | Calin Lesnick | WHB | |
| Production Engineer: | George Malloy | | |
| OR RESOURCES COM | PANY APPROVAL: | | |
| Executive VP, COO/CFO | | Executive VP, COO - Legal | Chief Geologist |
| - | DEL | CA | MLF |
| President | | Executive VP, COO - Operations | |
| | MVH | BEG | |
| PERATING PARTNER A | PPROVAL: | | |
| Company Name: | | Working Interest (%): | Tax ID: |
| Signed by: | | Date: | |
| | | | No (mark o |

The same any SML are presented on the Control of Contro

Released to Imaging: 6/29/2023 5:00:20 PM

MRC Permian Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 972.371.5238 • Fax 214.866.4946 <u>nick.farmer@matadorresources.com</u>

Nick Farmer Landman

November 22, 2021

VIA CERTIFIED RETURN RECEIPT MAIL

3MG Corporation P.O. Box 7698 Tyler, TX 75711

Re: Simon Camamile 0206 Fed Com #132H (the "Well")
 Participation Proposal
 Sections 1 & 2, Township 21 South, Range 28 East; and Section 6, Township 21
 South, Range 29 East, Eddy County, New Mexico

Dear Sir/Madam:

MRC Permian Company ("MRC") hereby proposes the drilling of the following Matador Production Company's Simon Camamile 0206 Fed Com #132H, located in Sections 1 & 2, Township 21 South, Range 28 East; and Section 6, Township 21 South, Range 29 East, Eddy County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of each Well is itemized on the enclosed Authority for Expenditures ("AFE") dated October 8, 2021.
- Simon Camamile 0206 Fed Com #132H: to be drilled from a legal location with a proposed surface hole location within Lot 5 of Section 2-21S-28E and a proposed bottom hole location within Lot 3 of Section 6-21S-29E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,650' TVD) to a Measured Depth of approximately 23,140'.

Because the completed lateral of the Simon Camamile 0206 Fed Com #132H will be located closer than 330 feet to the adjacent quarter-quarter sections, the spacing unit for the Simon Camamile 0206 Fed Com #132H will consist of 670.38 acres and comprise of Lots 1-8 of Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-6 of Section 6, Township 21 South, Range 29 East, by including proximity tracts under NMAC 19.15.16.15(B).

In addition, please note the spacing unit for the Simon Camamile 0206 Fed Com #132H will overlap with each of the following two spacing units, by virtue of the irregular sections included in the spacing units:

1. The spacing unit for the Simon Camamile 0206 Fed Com #111H and, #121H, comprising of Lots 1-4 of Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-4 of Section 6, Township 21 South, Range 29 East; and

2. The spacing unit for the Simon Camamile 0206 Fed Com #112H, and #122H, comprising of Lots 5-8 of Sections 1 and 2, Township 21 South, Range 28 East, and Lots 5-6 of Section 6, Township 21 South, Range 29 East

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

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

MRC is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement dated October 28, 2021, by and between Matador Production Company, as Operator, and MRC Permian Company et al, as Non-Operators, covering all of Sections 1 & 2, Township 21 South, Range 28 East; and the W/2 of Section 6, Township 21 South, Range 29 East, Eddy County, New Mexico, that was previously mailed to you and has the following general provisions:

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

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

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

Sincerely,

MRC PERMIAN COMPANY

Nick Farmer

3MG Corporation hereby elects to:

Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Simon Camamile 0206 Fed Com #132H well. Not to participate in the Simon Camamile 0206 Fed Com #132H

3MG Corporation

By: _____

Title:

Date:

Contact Number:

MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240

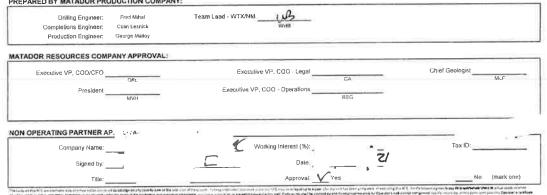
| Phone | a (972) 371-5200 · | Fax (972) 371-5201 |
|-------|--------------------|--------------------|
| | | |

| | ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE | | | | | |
|------------------|---|---|-----------------|--------------|--|--|
| DATE: | | October 8th 2021 | AFE NO .: | | | |
| WELL NAME: | | Simon Camamile #132H | FIELD: | | | |
| LOCATION: | | 1.0 | MD/TVD: | 23,140%9,650 | | |
| COUNTY/STATE: |) | Eddy County, New Mexico | LATERAL LENGTH: | 12,350' | | |
| MRC WI: | | | | | | |
| GEOLOGIC TARGET: |) | 3rd Bone Spring | | | | |
| REMARKS: | 3 | Drill, complète and equip a horizontal 3rd Bone Spring well | | | | |

| | COSTS | | COMPLETION | | PRODUCTION | FA | CILITY COSTS | | TOTAL COSTS |
|-----------------------------------|-----------|------|------------|------|---------------|----------|---|-----|----------------|
| Land / Legal / Regulatory, \$ | 35,000 | 3 | | 5 | | 5 | 10,000 | \$ | 45 000 |
| Location, Surveys & Damages | 125,000 | - | 13,000 | | 15,000 | _ | 33,333 | 100 | 106.333 |
| Orilling | 770,750 | | A shield a | | | _ | | - | 770.750 |
| Comenting & Float Equip | 330.000 | - | | | | - | | - | 330,000 |
| Logging / Formation Evaluation | | | 3,780 | | 3.000 | - | | - | 6,780 |
| Flowback - Labor | | - | | | 17,176 | _ | | - | 17,176 |
| Flowback - Surface Remais | | | | | 25,200 | - | | | 25,200 |
| Flowback - Rental Living Quarters | | | | | | _ | | _ | |
| Mud Logging) | 25,400 | - | | | | - | | - | 25,400 |
| Mud Circulation System | 48,050 | - | | | | - | | - | 48,050 |
| Mud & Chemicals | 320,250 | _ | 49,000 | | 6,000 | _ | | - | 375,250 |
| Mud / Wastewater Disponal | 170.000 | 1.1 | 4 | 10 | | - | 1,000 | | 171,000 |
| Freight / Transportation) | 25.000 | - | 40.625 | | | - | | - | 65.675 |
| Rig Supervision / Engineering | 112,100 | - | 105.000 | 2 | 4,353 | - | 7 200 | - | 228,650 |
| Dnll Bits | 122,000 | - | | | | _ | 100000000000000000000000000000000000000 | | 122,000 |
| Drill Bit Purchase | | | | | | - | · · · · · · · · · · · · · · · · · · · | | |
| Fuel & Power | 146.025 | - | \$45,100 | | | - | | - | 094,125 |
| Water | 84,000 | 0.00 | 656,250 | | 3,000 | | 1,000 | _ | 744,250 |
| Drig & Completion Overhead | 14,750 | | | - 2 | | - | | | 14,750 |
| Plugging & Abandonment | | - | | | | _ | | _ | |
| Directional Drilling, Surveys | 278,660 | - | | | | | | 1 | 278.880 |
| Completion Unit, Swab, CTU | | _ | 150,000 | | 13,500 | _ | | - | 163,500 |
| Perforating, Wireline, Stickline | | - | 219,753 | 1 | | - | | - | 219,753 |
| High Pressure Pump Truck | | - | 63,750 | 1.17 | 6,000 | | | - | 69,750 |
| Stimulation | | | 2.289,844 | | | - | | - | 2,289,844 |
| Stimulation Flowback & Disp | | - | 15,500 | | 260,000 | | | - | 275,500 |
| Insurance | 9,785 | - | | | | | | _ | 9,765 |
| Labor | 183,500 | 1 | 61.750 | | 15,000 | | 5,000 | | 265,250 |
| Rental - Surface Equipment | 128,430 | - | 390,118 | | 10.000 | _ | 5,000 | _ | 533,548 |
| Rental - Downhole Equipment | 224,750 | - | 85,000 | - 2 | | | | - | 310,750 |
| Rental - Living Quarters | 49,280 | | 45,673 | | | - | 5,000 | _ | 99,953 |
| Contingency | 96,088 | - | 244,830 | | 18,911 | - | 6,753 | | 366,692 |
| Operations Center | 24,633 | 1.0 | HARMEN CO. | 1 | - Little Land | <u> </u> | | | 24,633 |
| TOTAL INTANGIBLES > | 3,323,651 | - | 4,982,972 | | 397,137 | _ | 74,287 | - | 8,778,046 |

| | DRILLING | COMPLETION | PRODUCTION | FACILITY COSTS | TOTAL |
|---|-----------|------------|------------|----------------|------------|
| TANGIBLE COSTS | | CUSIS | coara | | |
| Surface Casing \$ | 40.050 | \$ | · · | \$ | |
| Intermediate Casing | 82,400 | | | | 141,200 |
| Orilling Liner | 141,200 | | | | |
| Production Casing | 847,135 | | | | 647,135 |
| Production Liner | | | | | |
| Tubing | | | 45,500 | | 45,500 |
| Wellhead | 133,000 | | 45,000 | | 178,000 |
| Packers, Liner Hangers | | 73,950 | | | 73,950 |
| Tanks | . 4 | | (+) | 81,000 | 81 000 |
| Production Vessels | | | | 147,983 | 147,983 |
| Flow Lines | 1962 | | | 120,000 | 120,000 |
| Rod string | | | | | a 1 |
| Artificial Lift Equipment | 10 m | | 275,000 | | 275,000 |
| Compressor | 111 | | | 20,000 | 20,000 |
| Installation Costs | 240 | | | 80.000 | 80,000 |
| Surface Pumps | | | 2,500 | 28,333 | 40,033 |
| Non-controllable Surface | | | 10 | 2,000 | 2,000 |
| Non-controllable Downhole | | | | | |
| Downhole Pumps | | | | | 1 C |
| Measurement & Meter Installation | | | 10,000 | 65.333 | 75,333 |
| Gas Conditioning / Dehydration | | | | | |
| Interconnecting Facility Piping | | | | 133,333 | 133,333 |
| Gathering / Bulk Lines | | | | | |
| Valves, Dumps, Controllers | | | | | |
| Tank / Facility Containment | | | | 23,333 | 23 333 |
| Flare Stack | | | | 51,667 | 51,687 |
| | | | 30,000 | 87,667 | 117,657 |
| Electrical / Grounding | | | 4,000 | 10,000 | 14,000 |
| Communications / SCADA | | | 4,100 | 65.500 | 65,500 |
| Instrumentation / Safety TOTAL TANGIBLES > | 1.049,785 | 73,950 | 412,000 | 926,150 | 2,451,885 |
| TOTAL COSTS > | 4.373.438 | 5,056,923 | | 1,000,437 | 11,239,931 |





The second s the letters of state reading real rate

Exhibit C-9

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-9 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

Released to Imaging: 6/29/2023 5:00:20 PM

Summary of Communications - Simon Camamile

Working Interest Owner:

1. EOG Resources, LLC

In addition to sending well proposals, Matador has had a discussion with EOG Resources, LLC regarding their interest and continue to discuss voluntary joinder.

2. Oxy Y-1 Company

In addition to sending well proposals, Matador has had discussions with Oxy Y-1 Company regarding their interest and continue to discuss voluntary joinder.

3. Mewbourne Development Company

In addition to sending well proposals, Matador has had a discussion with Mewbourne Development Company regarding their interest and continue to discuss voluntary joinder.

4. CWM 2000-B, Ltd.

In addition to sending well proposals, Matador has had a discussion with CWM 2000-B, Ltd. regarding their interest and continue to discuss voluntary joinder.

5. 3MG Corporation

In addition to sending well proposals, Matador has had a discussion with 3MG Corporation regarding their interest and continue to discuss voluntary joinder.

6. Mewbourne Oil Company

In addition to sending well proposals, Matador has had a discussion with Mewbourne Oil Company regarding their interest and continue to discuss voluntary joinder.

17. Occidental Permian Limited Partnership

In addition to sending well proposals, Matador has had discussions with Occidental Permian Limited Partnership regarding their interest and continue to discuss voluntary joinder.

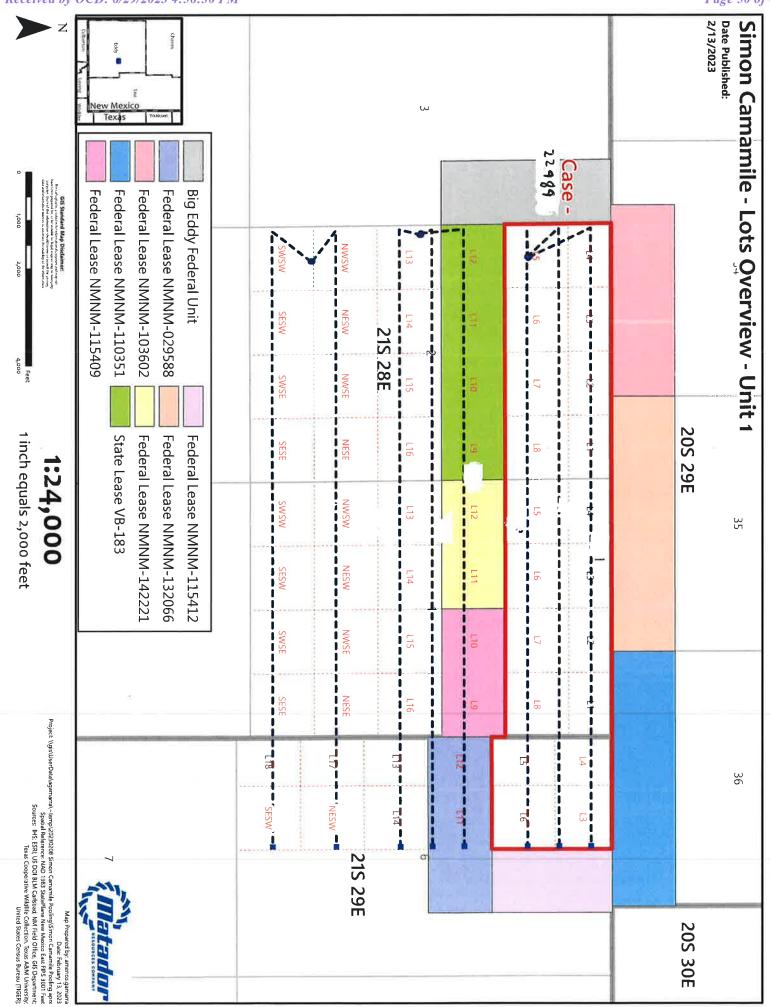
Received by OCD: 6/29/2023 4:56:30 PM



Exhibit C-10

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C-10 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

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Released to Imaging: 6/29/2023 5:00:20 PM

| Tract 1 Lots 1, 8 & 9, Section 3, 21S, 28E | | | | |
|--|--------------------------------|----------------|----------|----------------|
| Fed Unit | | | | |
| XTO Permian Operating, LLC | 22777 Springwoods Village Pkwy | | ТХ | 77389 |
| XTO Delaware Basin, LLC | 6401 Holiday Hill Rd | Midland | ТХ | 79707 |
| Tract 2 | | | | |
| SE4SW4 & S2SE4 Section 34, 20S, 29E | | | | |
| Fed Lease: NMNM-103602 | | | | |
| EOG Resources, Inc | 1111 Bagby, Sky Lobby 2 | Houston | тх | 77002 |
| Oxy Y-1 Company | 5 Greenway Plaza, Suite 110 | Houston | тх | 77227 |
| Sharbro Energy, LLC | P.O. Box 840 | Artesia | NM | 88211-0840 |
| | | | | |
| Tract 3 | | | | |
| S/2S/2 Section 35, 20S, 29E | | | | |
| Fed Lease: NMNM-132066 | | | | 77007 |
| Oxy Y-1 Company | 5 Greenway Plaza, Suite 110 | Houston | TX | 77227 |
| Sharbro Energy, LLC | P.O. Box 840 | Artesia | NM | 88211-0840 |
| Tract 4 | | | | |
| S/2S/2 Section 36, 20S, 29E | | | | |
| Fed Lease: NMNM-110351 | | | | |
| COG Operating LLC | 600 W. Illinois Ave. | Midland | тх | 79705 |
| Concho Oil & Gas, LLC | 600 W. Illinois Ave. | Midland | тх | 79705 |
| | | | | |
| Tract 5 | | | | |
| Lots 2 & 7 Section 6, 21S, 29E | | | | |
| Fed Lease: NMNM-115412 | | | | |
| Mewbourne Oil Company | 500 West Texas, Ste. 1020 | Midland | TX | 79701 |
| Occidental Permian Limited Partnership | P.O. Box 4294 | Houston | TX | 77210 |
| 3MG Corporation | P.O. Box 7698 | Tyler | TX TY | 75711 |
| CWM 2000-B, LTD Mewbourne Development Corporation | P.O. Box 7698 P.O. Box 7698 | Tyler Tyler | TX TX | 75711 75711 |
| Mewbourne Energy Partners 07-A, L.P. | P.O. Box 7698 | Tyler | TX | 75711 |
| membourne Energy Farthers 07-A, E.F. | 1.0. box 7050 | ryici | | ,,,,,,, |
| Tract 6 | | | | |
| Lots 10-12 Section 6, 21S, 29E | | | | |
| Federal Lease NMNM-029588 | | | | |
| COG Operating LLC | 600 W. Illinois Ave. | Midland | ТΧ | 79705 |
| Concho Oil & Gas, LLC | 600 W. Illinois Ave. | Midland | ТΧ | 79705 |
| Xplor Resources, LLC | 1104 N. Shore Drive | Carlsbad | NM | 88220 |
| Hope Royalties, LLC | P.O. Box 1326 | Artesia | NM | 88211 |
| Sharbro Energy, LLC | P.O. Box 840 | Artesia | NM | 88211-0840 |
| Oxy Y-1 Company | 5 Greenway Plaza, Suite 110 | Houston | ТХ | 77227 |
| Tract 7 | | | | |
| Lots 9 & 10 Section 1, 21S, 28E | | | | |
| Federal Lease NMNM-115409 | | | | |
| COG Operating LLC | 600 W. Illinois Ave. | Midland | тх | 79705 |
| EOG Resources, Inc. | 1111 Bagby, Sky Lobby 2 | Houston | тх | 77002 |
| | | | | |

| Oxy Y-1 Company | 5 Greenway Plaza, Suite 110 | Houston | тх | 77227 |
|----------------------|-----------------------------|---------|----|-------|
| Concho Oil & Gas LLC | 600 W. Illinois Ave. | Midland | тх | 79705 |

Tract 8 MRC ONLY

Tract 9

Lots 9-12 Section 2, 21S, 28E State Lease VB-183 Innoventions, Inc. CEP SPV I, LLC COG Operating LLC

| P.O. Box 40 | Cedar Cres | st NM | 87008 |
|-----------------------------|------------|-------|-------|
| 1400 16th Street, Suite 400 | Denver | СО | 80202 |
| 600 W. Illinois Ave. | Midland | тх | 79705 |

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

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

CASE NOS. 22912, 22989 and 22991

AFFIDAVIT OF ANDREW PARKER

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

1. My name is Andrew Parker. I work for MRC Energy Company, an affiliate of Matador Production Company ("Matador"), as a Senior Vice President of Geoscience.

2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum geology. My credentials as a petroleum geologist have been accepted by the Division and made a matter of record.

3. I am familiar with the applications filed by Matador in these cases, and I have conducted a geologic study of the lands in the subject area.

4. **Matador Exhibit D-1** is a locator map outlining the horizontal spacing units with a black box shaded in yellow, with the larger area identified in a red box.

5. In these cases, Matador intends to develop the First Bone Spring, Second Bone Spring, and Third Bone Spring of the Bone Spring formation, respectively.

6. **Matador Exhibit D-2** is a subsea structure map prepared off the top of the Bone Spring formation. The contour interval is 50 feet. The structure map shows the Bone Spring formation gently dipping to the east. The structure appears consistent across the proposed wellbore paths. I do not observe any faulting, pinchouts, or other geologic impediments to horizontal drilling.

> BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. D Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

Received by OCD: 6/29/2023 4:56:30 PM

7. Also included on Matador Exhibit D-2 is a line of cross section from A to A'.

8. **Matador Exhibit D-3** is a structural cross-section prepared displaying open-hole logs run over the Bone Spring formation from the six representative wells denoted from A to A'. For each well in the cross-section, the following logs are included: gamma ray, caliper, porosity, and resistivity, where available. The proposed target intervals for each of the respective proposed wells is labeled and marked with a yellow shaded area. The logs in the cross-section demonstrate that each of the targeted intervals, within the Bone Spring formation, are consistent in thickness, across the entirety of the proposed spacing units.

9. In my opinion, the laydown orientation is the preferred orientation for development in this area for Bone Spring wells because the maximum horizontal stress is north-south in this area.

10. Based on my geologic study of the area, I have not identified any geologic impediments to drilling horizontal wells within the Bone Spring formation in the area of the spacing units proposed in these cases.

11. In my opinion, each quarter-quarter section will be productive and contribute moreor-less equally to production from each horizontal spacing unit.

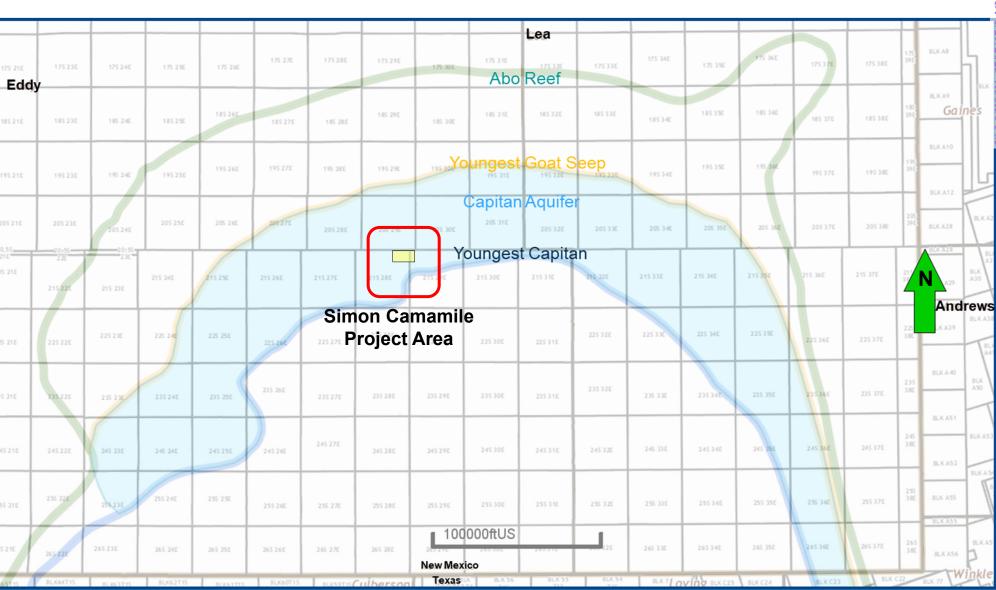
12. In my opinion, horizontal drilling will be the most efficient method to develop this acreage, to prevent the drilling of unnecessary wells, and to result in the greatest ultimate recovery.

13. Approving Matador's applications will be in the best interest of conservation, the prevention of waste, and protection of correlative rights.

14. **Matador Exhibits D-1 through D-3** were either prepared by me or compiled under my direction and supervision.

2

Locator Map



BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. D-1 Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

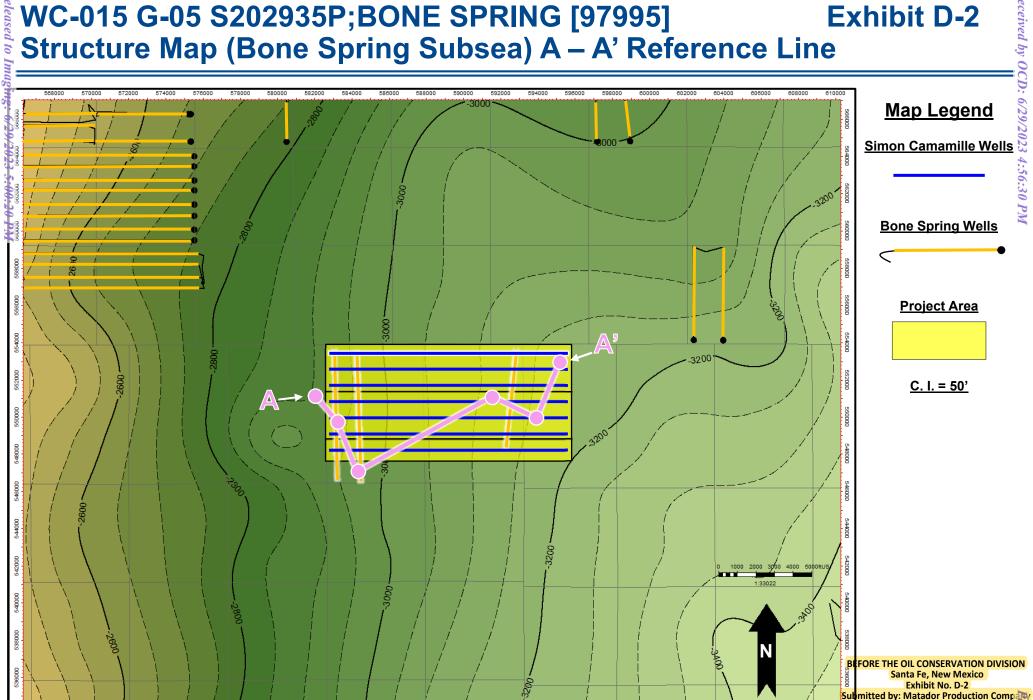


· Simon Camamile 0206 Fed Com #111H, #112H, #113H, #114H, #115H, #121H, #122H, #123H, #124H, #125H, #132H & #134H

Exhibit D-1

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Simon Camamile 0206 Fed Com #111H, #112H, #113H, #114H, #115H, #121H, #122H, #123H, #124H, #125H, #132H & #134H

Received

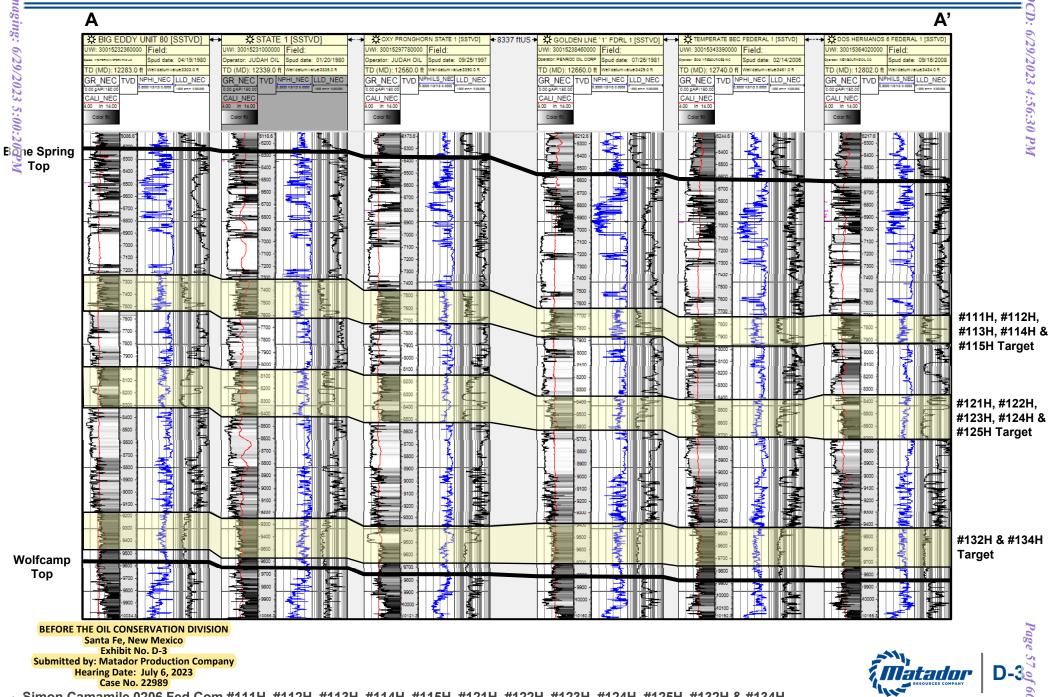
Hearing Date: July 6, 2023

Case No. 22989 atann

WC-015 G-05 S202935P;BONE SPRING [97995] Structural Map Cross Section A – A'

6/29/2023

5:00:2



Received

Exhibit D-3

Simon Camamile 0206 Fed Com #111H, #112H, #113H, #114H, #115H, #121H, #122H, #123H, #124H, #125H, #132H & #134H

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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR APPROVAL OF A NON-STANDARD OVERLAPPING SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 22989

AFFIDAVIT

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

Michael H. Feldewert, attorney in fact and authorized representative of the Applicant herein, being first duly sworn, upon oath, states

1. The above-referenced application and notice of the hearing on this application was sent

by certified mail to the affected parties on the date set forth in the letter attached hereto.

2. The spreadsheet attached hereto contains the names of the parties to whom notice was provided.

3. The spreadsheet attached hereto contains the information provided by the United States Postal Service on the status of the delivery of this notice as of June 28, 2023.

4. I caused a notice to be published to all parties subject to these compulsory pooling proceedings on January 31, 2023. An affidavit of publication from the publication's legal clerk with a copy of the notice publication is attached as Exhibit F.

Michael H. Feldewert

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. E Submitted by: Matador Production Company Hearing Date: July 6, 2023 Case No. 22989

.

SUBSCRIBED AND SWORN to before me this 28th day of June 2023 by Michael H.

Feldewert.

Notary Public

My Commission Expires:

STATE OF NEW MEXICO NOTARY PUBLIC KARI D PEREZ COMMISSION # 1138272 COMMISSION EXPIRES 06/28/2026



Adam G. Rankin Partner Phone 505.954.7294 agrankin@hollandhart.com

January 27, 2023

<u>VIA CERTIFIED MAIL</u> CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS AND AFFECTED BY THE PROPOSED NON-STANDARD SPACING UNIT

Re: Application of Matador Production Company for Approval of a Non-standard Horizontal Well Spacing Unit and Compulsory Pooling, Eddy County, New Mexico: Simon Camamile 0206 Fed Com 111H, 121H, 132H, 112H and 122H wells

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 February 16, 2023, and the status of the hearing can be monitored through the Division's website at <u>http://www.emnrd.state.nm.us/ocd/</u>.

Due to the remodeling of the state building where the New Mexico Oil Conservation Division is located, 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: <u>https://www.emnrd.nm.gov/ocd/hearing-info/</u>.

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 Nick Farmer at (405) 397-8040 or at nick.farmer@matadorresources.com.

Sincerely,

Adam G. Rankin ATTORNEY FOR MATADOR PRODUCTION COMPANY

Location 110 North Guadalupe, Suite 1 Santa Fe, NM 87501-1849 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208 Contact p: 505.988.4421 | f: 595.983.6043 www.hollandhart.com

Holland & Hart LLP Anchorage Aspen Billings Boise Boulder Cheyenne Denver Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C.

MRC - Simon Camamile 111H-112H, 121H-122H 132H wells Case No. 22989 Postal Delivery Report

| | 1 | | | | | |
|------------------------|--------------------------------------|--------------------------|-------------|----|------------|---|
| 9414811898765837840274 | 3MG Corporation | PO Box 7698 | Tyler | тх | 75711-7698 | Your item was picked up at the post office at 8:55 am on February 1, 2023 in TYLER, TX 75701. |
| | | | | | | Your item was picked up at a postal facility at 8:03 am on January |
| 9414811898765837840878 | Concho Oil & Gas, LLC | 600 W Illinois Ave | Midland | ТΧ | 79701-4882 | 31, 2023 in MIDLAND, TX 79701. |
| | | | | | | Your item was picked up at the post office at 8:55 am on February |
| 9414811898765837840717 | Curtis W. Mewbourne, Trustee | PO Box 7698 | Tyler | ТΧ | 75711-7698 | 1, 2023 in TYLER, TX 75701. |
| | | | | | | Your item was picked up at the post office at 8:55 am on February |
| 9414811898765837840762 | CWM 2000-B, LTD | PO Box 7698 | Tyler | ТΧ | 75711-7698 | 1, 2023 in TYLER, TX 75701. |
| | | | | | | Your item was delivered to an individual at the address at 12:25 pm |
| 9414811898765837840724 | Dastarac Inc. | 2308 Sierra Vista Rd | Artesia | NM | 88210-9409 | on January 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was picked up at the post office at 2:31 pm on February |
| 9414811898765837840700 | Don Grady | PO Box 30801 | Albuquerque | NM | 87190-0801 | 2, 2023 in ALBUQUERQUE, NM 87110. |
| | | | | | | Your item has been delivered to the original sender at 2:37 pm on |
| 9414811898765837840793 | Duane Brown | 1315 Marquette Pl NE | Albuquerque | NM | 87106-4611 | February 9, 2023 in SANTA FE, NM 87501. |
| | | | | | | Your item has been delivered to an agent for final delivery in |
| 9414811898765837840748 | EOG Resources, Inc. | 1111 Bagby St Lbby 2 | Houston | ТΧ | 77002-2589 | HOUSTON, TX 77002 on February 3, 2023 at 3:14 pm. |
| | | | | | | Your item was refused by the addressee at 10:28 am on February 2, |
| 9414811898765837840786 | Federal Abstract Company | PO Box 2288 | Santa Fe | NM | 87504-2288 | 2023 in SANTA FE, NM 87501 and is being returned to the sender. |
| | | | | | | Your item was picked up at the post office at 9:52 am on January |
| 9414811898765837840779 | Hope Royalties, LLC | PO Box 1326 | Artesia | NM | 88211-1326 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was delivered at 8:33 am on January 30, 2023 in |
| 9414811898765837840915 | Hutchings Oil Company | PO Box 1216 | Albuquerque | NM | 87103-1216 | ALBUQUERQUE, NM 87103. |
| | | | | | | Your item was picked up at the post office at 10:31 am on February |
| 9414811898765837840816 | Allar Development, LLC | PO Box 1567 | Graham | TX | 76450-7567 | 3, 2023 in GRAHAM, TX 76450. |
| | | | | | | Your item was delivered at 2:14 pm on January 30, 2023 in CEDAR |
| 9414811898765837840953 | Innoventions, Inc. | PO Box 40 | Cedar Crest | NM | 87008-0040 | CREST, NM 87008. |
| | | | | | | Your item was picked up at the post office at 11:49 am on February |
| 9414811898765837840960 | Jacks Peak, LLC | PO Box 294928 | Kerrville | ТХ | 78029-4928 | 3, 2023 in KERRVILLE, TX 78028. |
| | | | | | | Your item was picked up at the post office at 10:29 am on January |
| 9414811898765837840908 | Joel Miller and wife, Robin Miller | PO Box 357 | Artesia | NM | 88211-0357 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was picked up at the post office at 10:25 am on January |
| 9414811898765837840991 | Judah Oil, LLC | PO Box 568 | Artesia | NM | 88211-0568 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was picked up at the post office at 11:57 am on February |
| 9414811898765837840946 | Leonard Legacy Royalty, LLC | PO Box 3422 | Midland | ТΧ | 79702-3422 | 2, 2023 in MIDLAND, TX 79701. |
| | | | | | | Your item was picked up at the post office at 10:25 am on January |
| 9414811898765837840984 | Levi Oil & Gas, LLC | PO Box 568 | Artesia | NM | 88211-0568 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was picked up at the post office at 4:02 pm on January |
| 9414811898765837840939 | LML Properties, LLC | PO Box 3194 | Boulder | CO | 80307-3194 | 31, 2023 in BOULDER, CO 80305. |
| | | | | | | Your item was delivered to the front desk, reception area, or mail |
| 9414811898765837840977 | Markel Investments, LLC | 605 W Country Club Rd | Roswell | NM | 88201-5211 | room at 2:07 pm on January 31, 2023 in ROSWELL, NM 88201. |
| | | | | | | Your package will arrive later than expected, but is still on its way. It |
| 9414811898765837840618 | Mewbourne Development Corporation | PO Box 7698 | Tyler | ТΧ | 75711-7698 | is currently in transit to the next facility. |
| | | | | | | Your item was picked up at the post office at 8:55 am on February |
| 9414811898765837840656 | Mewbourne Energy Partners 07-A, L.P. | PO Box 7698 | Tyler | ТΧ | 75711-7698 | 1, 2023 in TYLER, TX 75701. |
| | | | | | | Your item was delivered at 10:44 am on January 30, 2023 in |
| 9414811898765837840854 | Bane Bigbie and wife, Melanie Bigbie | PO Box 998 | Ardmore | ОК | 73402-0998 | ARDMORE, OK 73402. |
| | | | | | | Your item was picked up at the post office at 8:55 am on February |
| 9414811898765837840663 | Mewbourne Oil Company | PO Box 7698 | Tyler | ТΧ | 75711-7698 | 1, 2023 in TYLER, TX 75701. |
| | | | | | | Your item was delivered to an individual at the address at 1:51 pm |
| | Mewbourne Oil Company | 500 W Texas Ave Ste 1020 | Midland | ТХ | 70701 4270 | on January 30, 2023 in MIDLAND, TX 79701. |

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| | | | | | | Your item was delivered to an individual at the address at 1:47 pm |
|------------------------|--|--------------------------------|-------------|----|------------|---|
| 9414811898765837840694 | Mitchell Exploration, Inc. | 6212 Homestead Blvd | Midland | тх | 79707-5059 | on January 30, 2023 in MIDLAND, TX 79707. |
| | | | | | | Your item was picked up at a postal facility at 8:03 am on January |
| 9414811898765837840649 | Mongoose Minerals LLC | 600 W Illinois Ave | Midland | тх | 79701-4882 | 31, 2023 in MIDLAND, TX 79701. |
| | | | | | | Your item was picked up at the post office at 3:31 pm on February |
| 9414811898765837840687 | Natalie V. Hanagan | 1922 18th Ave W | Williston | ND | 58801-2553 | 6, 2023 in WILLISTON, ND 58801. |
| | | | | | | Your item was delivered to an individual at the address at 12:26 pm |
| 9414811898765837840632 | Nestegg Energy Corporation | 2308 Sierra Vista Rd | Artesia | NM | 88210-9409 | on January 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was delivered to an individual at the address at 7:25 am |
| 9414811898765837840670 | Occidental Permian Limited Partnership | PO Box 4294 | Houston | тх | 77210-4294 | on February 1, 2023 in HOUSTON, TX 77202. |
| | | | | | | Your item has been delivered to an agent for final delivery in |
| 9414811898765837840113 | Oxy Y-1 Company | 5 Greenway Plz Ste 110 | Houston | ΤХ | 77046-0521 | HOUSTON, TX 77046 on January 31, 2023 at 10:50 am. |
| | | | | | | Your item was picked up at the post office at 10:45 am on January |
| 9414811898765837840151 | Panhandle Properties LLC | PO Box 647 | Artesia | NM | 88211-0647 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was delivered at 8:21 am on January 31, 2023 in |
| 9414811898765837840168 | Premier Oil & Gas, Inc. | PO Box 837205 | Richardson | ТΧ | 75083-7205 | RICHARDSON, TX 75083. |
| | | | | | | Your item was delivered to an individual at the address at 2:17 pm |
| 9414811898765837840861 | Barbe Development, LLC | 121 W 3rd St | Roswell | NM | 88201-4707 | on January 30, 2023 in ROSWELL, NM 88201. |
| | | | | | | Your item was delivered to an individual at the address at 12:25 pm |
| 9414811898765837840120 | Raye Miller and wife, Mary Miller | 2308 Sierra Vista Rd | Artesia | NM | 88210-9409 | on January 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was picked up at the post office at 10:29 am on January |
| 9414811898765837840106 | Regen Royalty Corp. | PO Box 210 | Artesia | NM | 88211-0210 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was picked up at the post office at 10:29 am on January |
| 9414811898765837840199 | Regeneration Energy Corp. | PO Box 210 | Artesia | NM | 88211-0210 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was delivered at 7:39 am on January 31, 2023 in BIG |
| 9414811898765837840144 | Ronadero Company, Inc. | PO Box 746 | Big Horn | WY | 82833-0746 | HORN, WY 82833. |
| | | | | | | Your item was picked up at the post office at 3:31 pm on February |
| 9414811898765837840182 | Scott-Winn, LLC | PO Box 1834 | Roswell | NM | 88202-1834 | 3, 2023 in ROSWELL, NM 88201. |
| | | | | | | Your item was picked up at the post office at 10:39 am on January |
| 9414811898765837840137 | Sharbro Energy, LLC | PO Box 840 | Artesia | NM | 88211-0840 | 30, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was delivered to an individual at the address at 2:51 pm |
| 9414811898765837840175 | Southwest Petroleum Land Services, LLC | 1901 W 4th St | Roswell | NM | 88201-1745 | on January 30, 2023 in ROSWELL, NM 88201. |
| | | | | | | Your item was picked up at a postal facility at 11:01 am on January |
| 9414811898765837840311 | State of New Mexico | 310 Old Santa Fe Trl | Santa Fe | NM | 87501-2708 | 30, 2023 in SANTA FE, NM 87501. |
| | | | | | | Your item was picked up at the post office at 2:37 pm on February |
| 9414811898765837840359 | Stephen T. Mitchell | PO Box 2415 | Midland | ТХ | 79702-2415 | 9, 2023 in SANTA FE, NM 87501. |
| | | | | | | Your item was picked up at the post office at 10:31 am on February |
| 9414811898765837840366 | The Allar Company | PO Box 1567 | Graham | ТΧ | 76450-7567 | 3, 2023 in GRAHAM, TX 76450. |
| | | | | | | Your item was delivered to the front desk, reception area, or mail |
| 9414811898765837840823 | Bureau of Land Management | 301 Dinosaur Trl | Santa Fe | NM | 87508-1560 | room at 12:06 pm on January 31, 2023 in SANTA FE, NM 87508. |
| | | | | | | Your item was picked up at the post office at 2:12 pm on February |
| 9414811898765837840328 | William Miller | 2306 Sierra Vista Rd | Artesia | NM | 88210-9409 | 1, 2023 in ARTESIA, NM 88210. |
| | | | | | | Your item was delivered to an individual at the address at 4:14 pm |
| 9414811898765837840304 | Xplor Resources, LLC | 1104 North Shore Dr | Carlsbad | NM | 88220-4638 | on January 30, 2023 in CARLSBAD, NM 88220. |
| | | | | | | Your package will arrive later than expected, but is still on its way. It |
| 9414811898765837840397 | XTO Permian Operating, LLC | 22777 Springwoods Village Pkwy | Spring | ТΧ | 77389-1425 | is currently in transit to the next facility. |
| | | | | | | Your item was picked up at the post office at 11:48 am on February |
| 9414811898765837840809 | CEP SPV I, LLC | 1400 16th St | Denver | CO | 80202-1470 | 16, 2023 in SANTA FE, NM 87501. |
| | | | | | | Your item was delivered to an individual at the address at 1:14 pm |
| 9414811898765837840892 | Charmar, LLC | 4815 Vista Del Oso Ct NE | Albuquerque | NM | 87109-2558 | on January 30, 2023 in ALBUQUERQUE, NM 87109. |

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Received by OCD: 6/29/2023 4:56:30 PM

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| MRC - Simon Camamile 111H-112H, 121H-122H 132H Case No. 22989 |
|---|
| Postal Delivery Report |

| | | | | | | Your item was delivered to an individual at the address at 11:36 am |
|------------------------|-------------------------|-----------------------------|-------------|----|------------|---|
| 9414811898765837840847 | Cibola Land Corporation | 1429 Central Ave. SW, Ste 3 | Albuquerque | NM | 87104 | on January 30, 2023 in ALBUQUERQUE, NM 87104. |
| | | | | | | Your item was picked up at a postal facility at 8:03 am on January |
| 9414811898765837840885 | COG Operating LLC | 600 W Illinois Ave | Midland | ТΧ | 79701-4882 | 31, 2023 in MIDLAND, TX 79701. |

Carlsbad Current Argus.

Affidavit of Publication Ad # 0005575283 This is not an invoice

HOLLAND & HART POBOX 2208

SANTA FE, NM 87504

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

01/31/2023

Legal Clerk

Subscribed and sworn before me this January 31,

2023

State of WI, County of Brown

My commission expires

KATHLEEN ALLEN Notary Public State of Wisconsin

Ad # 0005575283 PO #: Case No. 22989 # of Affidavits: 1

This is not an invoice

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 Re-sources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearhereby gives notice that the Division will hold public hear-ings before a hearing examiner on the following case. Dur-ing the COVID-19 Public Health Emergency, state buildings are closed to the public and Division hearings will be con-ducted remotely. The public hearing for the following case will be electronic and conducted remotely. The hearing will be conducted on Thursday, February 16, 2023, beginning at 8:15 a.m. To participate in the electronic hearing, see the in-structions posted below. The docket may be viewed at https: ://www.emnrd.nm.gov/ocd/hearing-info/ or obtained from Marlene Salvidrez, at Marlene.Salvidrez@emnrd.nm.gov. Documents filed in the case may be viewed at https://ocdima Marlene Salvidrez, at Marlene.Salvidrez@emnrd.nm.gov. Documents filed in the case may be viewed at https://ocdima ge.emnrd.nm.gov/Imaging/Default.aspx. If you are an indi-vidual with a disability who needs a reader, amplifier, quali-fied sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Mar-lene Salvidrez at Marlene.Salvidrez@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659-1779, no later than Fabruary 5, 2023 February 5, 2023.

> 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 and affected by the proposed non-standard spacing unit, includ-ing: 3MG Corporation; Allar Development, LLC; Bane Bigbie and wife, Melanie Bigbie, their heirs and devisees; Barbe Development, LLC; Bureau of Land Management; CEP SPV I, LLC; Charmar, LLC; Cibola Land Corporation; COG Operating LLC; Concho Oil & Gas, LLC; Curtis W. Mewbourne, Trustee; CWM 2000-B, LTD; Dastarac Inc.; Don Grady, his heirs and devisees; Duane Brown, his heirs and devisees; EOG Resour-ces, Inc; Federal Abstract Company; Hope Royalties, LLC; Joel Miller and wife, Robin Miller, their heirs and devisees; Judah Oil, LLC; Leonard Legacy Royalty, LLC; Levi Oil & Gas, LLC; LML Properties, LLC; Markel Investments, LLC; Mewbourne Development Corporation; Mewbourne Energy Partners 07-A, L.P.; Mewbourne Oil Company; Mitchell Ex-ploration, Inc.; Mongoose Minerals LLC; Natalie V. Hanagan, her heirs and devisees; Nestegg Energy Corporation; Occi-dental Permian Limited Partnership; Oxy Y-1 Company; Pan-handle Properties LLC; Premier Oil & Gas, Inc.; Raye Miller and wife, Mary Miller, their heirs and devisees; Regen Roy-alty Corp.; Regeneration Energy Corp.; Ronadero Company; Inc.; Scott-Winn, LLC; Sharbro Energy, LLC; Southwest Pe-troleum Land Services, LLC; State of New Mexico; Stephen T. Mitchell, his heirs and devisees; Xplor Resources, LLC; and XTO Permian Operating, LLC. To: All interest owners subject to pooling proceedings and liam Miller, his heirs and devisees; Xplor Resources, LLC; and XTO Permian Operating, LLC.

Case No. 22989: Application of Matador Production Com-pany for Approval of an Non-standard Horizontal Well Spacing Unit and Compulsory Pooling, Eddy County, New Spacing Unit and Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (a) approving a 670.38 acre, more or less, non-standard horizontal well spacing unit in the Bone Spring formation comprised of Lots 1-8 of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 3-6 of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico, and (b) pooling all uncommitted mineral interests in this non-standard horizontal well spacing unit. The above-referenced unit is the equivalent of the N/2 N/2 of these irregular sections and will be initially dedicated to the following proposed wells:

these irregular sections and will be initially dedicated to the following proposed wells: o Simon Camamile 0206 Fed Com 111H and Simon Camamile 0206 121H to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 3 of irregular Section 6, T-21-5, R-29-E.

o Simon Camamile 0206 Fed Com 132H to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-5

surrace location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 3 of irregular Section 6, T-21-S, R-29-E. o Simon Camamile 0206 Fed Com 112H and Simon Camamile 0206 112H to be drilled from a surface location within Lot 5 of irregular Section 2, T-21-S, R-28-E to a pro-posed bottom hole location within Lot 6 of irregular Section 6, T-21-S, R-29-E.

Also to be considered will be the cost of drilling and completing the wells, the allocation of the cost thereof, the actual operating costs and charges for supervision, the designation of Matador Production Company as operator, and a 200% charge for risk involved in drilling and completing the wells. Said area is located approximately 12 miles Northeast of Carlsbad, New Mexico. #5575283, Current Argus, January 31, 2023

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