# BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING JULY 6, 2023

**CASE No. 22991** 

SIMON CAMAMILE #113H, 114H, 123H, 124H & 134H 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. 22991** 

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# **COMPULSORY POOLING APPLICATION CHECKLIST**

### ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS

Designated Operator & OGRID (affiliation if applicable)  Applicant's Counsel:  Case Title:  APPL APPR UNIT MEXI Entries of Appearance/Intervenors:  Well Family  Formation/Pool Formation Name(s) or Vertical Extent:  Primary Product (Oil or Gas):  Pooling this vertical extent:  Pool Name and Pool Code: Well Location Setback Rules:  Spacing Unit Type (Horizontal/Vertical)  Size (Acres)  Building Blocks:  Orientation:  Description: TRS/County  Molla Applicable)  Mata Applicantin applicable)  Mexicantin applic	APPLICANT'S RESPONSE  July 6, 2023  dor Production Company  dor Production Company (OGRID 228937)  and & Hart LLP  CATION OF MATADOR PRODUCTION COMPANY FOR  OVAL OF A NON-STANDARD HORIZONTAL WELL SPACING  AND COMPULSORY POOLING, EDDY COUNTY, NEW  CO.  Dourne Oil Company; COG Operating LLC and Concho Oil & perating LLC; EOG Resources, Inc.  a Camamile 0206 Fed Com  Spring formation
Applicant Mata Designated Operator & OGRID (affiliation if applicable) Mata Applicant's Counsel: Holla Applicant's Counsel: APPLI APPR UNIT MEXI Entries of Appearance/Intervenors: Mew Gas C Well Family Simol Formation/Pool Formation Name(s) or Vertical Extent: Bone Primary Product (Oil or Gas): Oil Pooling this vertical extent: N/A Pool Name and Pool Code: WC-0 Well Location Setback Rules: State Spacing Unit Type (Horizontal/Vertical) Horiz Size (Acres) 780.8 Building Blocks: 40 ac Orientation: West	dor Production Company dor Production Company (OGRID 228937) and & Hart LLP CATION OF MATADOR PRODUCTION COMPANY FOR OVAL OF A NON-STANDARD HORIZONTAL WELL SPACING AND COMPULSORY POOLING, EDDY COUNTY, NEW CO. Dourne Oil Company; COG Operating LLC and Concho Oil & perating LLC; EOG Resources, Inc. To Camamile 0206 Fed Com
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Formation/Pool  Formation Name(s) or Vertical Extent:  Bone  Primary Product (Oil or Gas):  Pooling this vertical extent:  N/A  Pool Name and Pool Code:  Well Location Setback Rules:  Spacing Unit  Type (Horizontal/Vertical)  Size (Acres)  Building Blocks:  Description: TRS/County  Bone  N/A  N/A  Pola Bone  N/A  N/A  Pool Name and Pool Code:  WC-0  WC	
Formation Name(s) or Vertical Extent:  Primary Product (Oil or Gas):  Pooling this vertical extent:  N/A  Pool Name and Pool Code:  Well Location Setback Rules:  Spacing Unit  Type (Horizontal/Vertical)  Size (Acres)  Building Blocks:  Orientation:  Description: TRS/County  Bone  N/A  N/A  Pool Name and Pool Code:  WC-0  W	Spring formation
Primary Product (Oil or Gas):  Pooling this vertical extent:  N/A  Pool Name and Pool Code:  Well Location Setback Rules:  Spacing Unit  Type (Horizontal/Vertical)  Size (Acres)  Building Blocks:  Orientation:  Description: TRS/County  Oil  N/A  N/A  Pool Name and Pool Code:  WC-0  WC-0  WC-0  WC-0  VC-0	Spring formation
Pooling this vertical extent:  Pool Name and Pool Code:  Well Location Setback Rules:  Spacing Unit  Type (Horizontal/Vertical)  Size (Acres)  Building Blocks:  Orientation:  Description: TRS/County	
Pool Name and Pool Code: Well Location Setback Rules:  Spacing Unit Type (Horizontal/Vertical)  Size (Acres)  Building Blocks: Orientation: West Description: TRS/County	
Well Location Setback Rules:  Spacing Unit Type (Horizontal/Vertical)  Size (Acres)  Building Blocks:  Orientation:  Description: TRS/County  State  Horiz  Horiz  Lots 9	
Spacing UnitType (Horizontal/Vertical)HorizSize (Acres)780.8Building Blocks:40 acOrientation:WestDescription: TRS/CountyLots 9	15 G-05 S202935P; Bone Spring (Pool Code 97995)
Type (Horizontal/Vertical)  Size (Acres)  Building Blocks:  Orientation:  Description: TRS/County  Horiz  780.8  40 ac  Lots 9	wide rules
Size (Acres) 780.8  Building Blocks: 40 ac  Orientation: West  Description: TRS/County Lots 9	
Building Blocks: 40 ac Orientation: West Description: TRS/County Lots 9	ontal
Orientation: West Description: TRS/County Lots 9	4 acres, more or less
Description: TRS/County Lots 9	es
	East
equiv	-16 (S2N2 equivalent) of irregular Sections 1 and 2, ship 21 South, Range 28 East, and Lots 11-14 (S2NW4 alent) of irregular Section 6, Township 21 South, Range 29 NMPM, Eddy County, New Mexico
, - , , , , , , , , , , , , , , , , , ,	pproval of the above described non-standard spacing unit
and is approval of non-standard unit requested in this application?	uested
Other Situations	
Depth Severance: Y/N. If yes, description No	
Proximity Tracts: If yes, description No	
Proximity Defining Well: if yes, description N/A	
Applicant's Ownership in Each Tract Exhib	it C-6
Well(s)	
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A
Submitted by: Matador Production Company

Hearing Date: July 6, 2023 Case No. 22991

Received by OCD: 6/29/2023 4:58:02 PM	Page 4 of 67
Well #1	Simon Camamile 0206 Fed Com 113H (API Pending) SHL: 3501' FSL, 170' FWL (Lot 13), Sec. 2, T-21-S, R-28-E.
	BHL: 3091' FNL, 2272' FWL (Lot 11), Sec. 6, T-21-S, R-29-E Bone Spring formation
	West-East
Well #2	Completions are expected to be standard Simon Camamile 0206 Fed Com 123H (API Pending)
νν επ π2	SHL: 3391' FSL, 170' FWL (Lot 13), Sec. 2, T-21-S, R-28-E.
	BHL: 3091' FNL, 2272' FWL (Lot 11), Sec. 6, T-21-S, R-29-E
	Bone Spring formation
	West-East
Well #3	Completions are expected to be standard Simon Camamile 0206 Fed Com 134H (API Pending)
	SHL: 3391' FSL, 170' FWL (Lot 13), Sec. 2, T-21-S, R-28-E.
	BHL: 3751' FNL, 2273' FWL (Lot 11), 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 114H (API Pending)
	SHL: 3421' FSL, 200' FWL (Lot 13), Sec. 2, T-21-S, R-28-E.
	BHL: 3369' FSL, 2274' FWL (Lot 14), 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 124H (API Pending)
	SHL: 3391' FSL, 200' FWL (Lot 13), Sec. 2, T-21-S, R-28-E.
	BHL: 3369' FSL, 2274' FWL (Lot 14), Sec. 6, T-21-S, R-29-E Bone Spring formation
	West-East
	Completions are expected to be standard
Horizontal Well First and Last Take Points	Exhibit C-3
Completion Target (Formation, TVD and MD)	Exhibit C-8
AFE Capex and Operating Costs	
Drilling Supervision/Month \$	\$8,000
Production Supervision/Month \$	\$800
Justification for Supervision Costs	Exhibit C
Requested Risk Charge	200%
Notice of Hearing	
Proposed Notice of Hearing	Exhibit B
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit E
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit F
Ownership Determination	
Land Ownership Schematic of the Spacing Unit	Exhibit C-6
Tract List (including lease numbers and owners)	Exhibit C-5
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
Pooled Parties (including ownership type) Released to Imaging: 6/29/2023 5:00:57 PM	Exhibit C-6, Exhibit C-7
Unlocatable Parties to be Pooled	N/A

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Ownership Depth Severance (including percentage above & below)	N/A
Joinder	1976
Sample Copy of Proposal Letter	Exhibit C-8
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-6
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 pr	ovided in this checklist is complete and accurate.
<b>Printed Name</b> (Attorney or Party Representative):	Michael H. Feldewet
Signed Name (Attorney or Party Representative):	rahal & Fellewers
Date:	23-Jun-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. 22991

**APPLICATION** 

Matador Production Company, ("Matador"), through its undersigned attorneys, hereby files this application with the Oil Conservation Division for an order (a) approving a 780.84 acre, more or less, non-standard horizontal well spacing unit in the Bone Spring formation comprised of Lots 9-16 of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 11-14 of irregular Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico (the S/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 113H and Simon Camamile 0206 Fed Com 123H wells to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 11 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

- Simon Camamile 0206 Fed Com 134H to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 11 of irregular Section 6, T-21-S, R-29-E.
- Simon Camamile 0206 Fed Com 114H and Simon Camamile 0206 Fed Com
   124H wells to be drilled from a surface location within Lot 13 of irregular
   Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 14 of irregular Section 6, T-21-S, R-29-E.
- 3. This 780.84-acre non-standard horizontal well spacing unit is necessitated by the unique land configuration in this area and is the equivalent of the S/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** 

Bv:

Michael H. Feldewert Adam G. Rankin Julia Broggi Paula M. Vance

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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. 22991** 

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>

780.84 acre, more or less, well spacing unit in the Bone Spring formation comprised of Lots 9-16

of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 11-14 of irregular

Section 6, Township 21 South, Range 29 East, NMPM, Eddy County, New Mexico (the S/2 N/2

equivalent). This proposed non-standard spacing unit will be initially dedicated to the following

proposed wells:

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

- i. Simon Camamile 0206 Fed Com 113H and Simon Camamile 0206 Fed Com 123H wells to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 11 of irregular Section 6, T-21-S, R-29-E.
- ii. Simon Camamile 0206 Fed Com 134H to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 11 of irregular Section 6, T-21-S, R-29-E.
- iii. Simon Camamile 0206 Fed Com 114H and Simon Camamile 0206 Fed Com 124H wells to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-S, R-28-E to a proposed bottom hole location within Lot 14 of irregular Section 6, T-21-S, R-29-E.
- b. This <u>non-standard</u> 780.84 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.
- 5. **Matador Exhibit C-1** shows a map of Matador's proposed spacing unit and the above-referenced overlapping spacing units.

- 6. **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.
- 7. **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).
- 8. **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 E2 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.
- 9. 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 S2N2 equivalent of irregular sections 1 and 2, and the S2NW4 equivalent of irregular Section 6. The contiguous series of lots comprising the non-standard spacing unit sought under Matador's companion Case 22989 represent the N2N2 equivalent of irregular sections 1 and 2 and the N2NW4 equivalent of irregular Section 6.

- 10. **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.
- 11. **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.
- 12. **Matador Exhibit C-7** includes the list of overriding royalty owners that Matador seeks to pool in this case.
- 13. 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 #113H and #114H, 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.
- 14. 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.
- 15. **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.

- 16. 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.
- 17. 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.
- 18. **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.
- 19. **Matador Exhibits C-1 through C-10** were either prepared by me or compiled under my direction and supervision.
- 20. 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 Woot

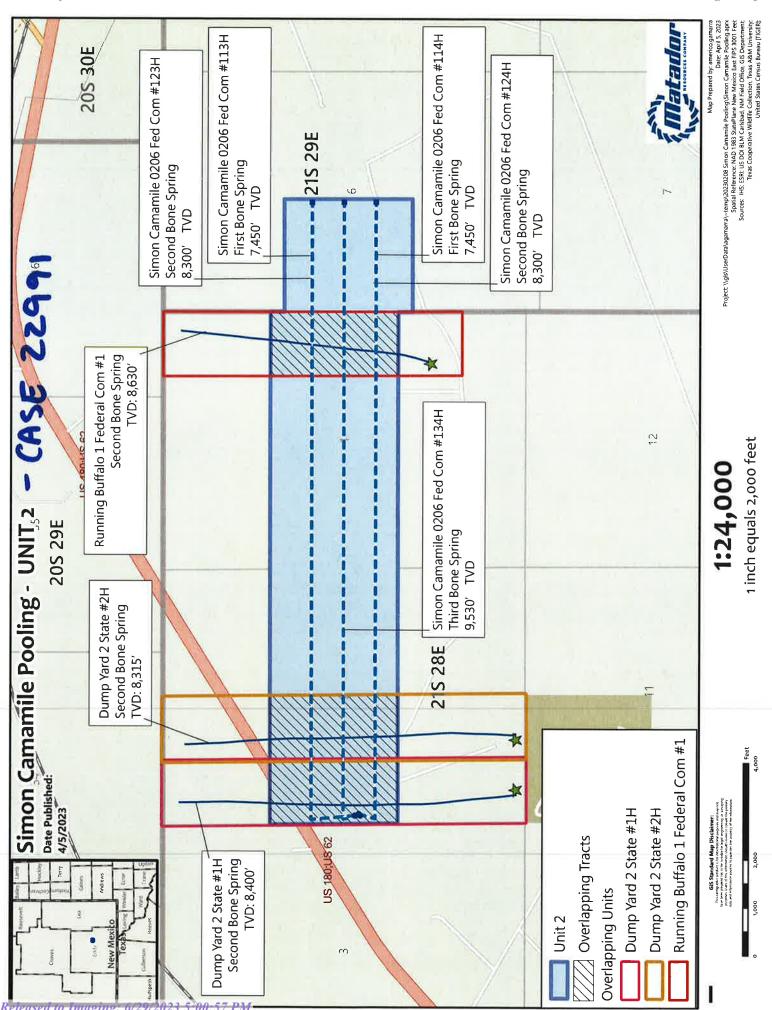
6/22/23

Clay Wooten

Date

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

caring Date: July 6, 2023



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. 22991

### <u>VIA CERTIFIED MAIL</u> 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 #113H, #123H, #134H, #114H and #124H

### 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 780.84 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:

- (i) Matador's Simon Camamile 0206 Fed Com #113, to be drilled from a surface location within Lot 13 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 11 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 #123, to be drilled from a surface location within Lot 13 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 11 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 #134, to be drilled from a surface location within Lot 13 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 11 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 #114, to be drilled from a surface location within Lot 13 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 14 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 #124, to be drilled from a surface location within Lot 13 of Section 2, T-21-S, R-28-E to a bottom hole location within Lot 14 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 780.84-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

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. 22991

District 1
625 N French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fux. (575) 393-0720
District II
811 S First St., Artesia, NM 88210
Phone: (573) 748-1283 Fax. (575) 748-9720
District II
1000 Rio Brazos Road, Azlee, NM 87410
Phone: (505) 334-6178 Fax. (505) 334-6170
District IV
1220 S SE 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

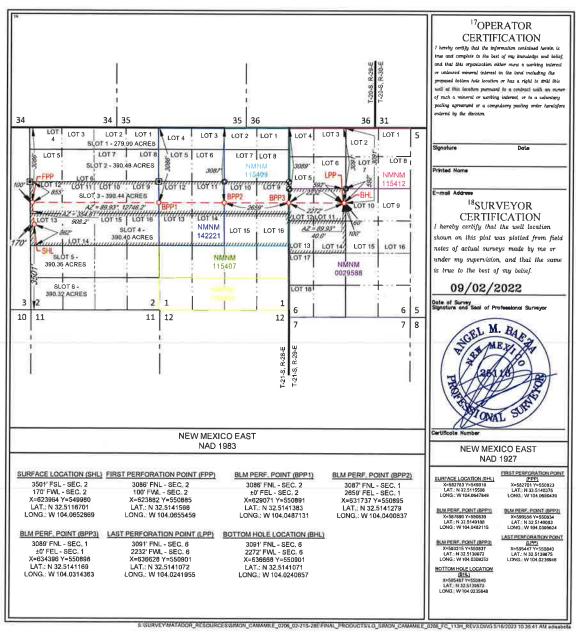
FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number Pool Code 30-025-97995 WC-015 5202935P Property Code SIMON CAMAMILE 0206 FED COM 113H OGRID No Operator Name Elevation 7377 Z289137 MATADOR PRODUCTION COMPANY 3311 10 Surface Location

UL or let no. Lot (d) Feet from t East/West I 2 13 21-S 28-E 3501 SOUTH 170 WEST **EDDY** 11Bottom Hole Location If Different From Surface UL or lot n Feet from the Eaxt/West liv 11 6 21-S 29-E 3091 NORTH 2272 WEST **EDDY** Dedicated Acre 780.84

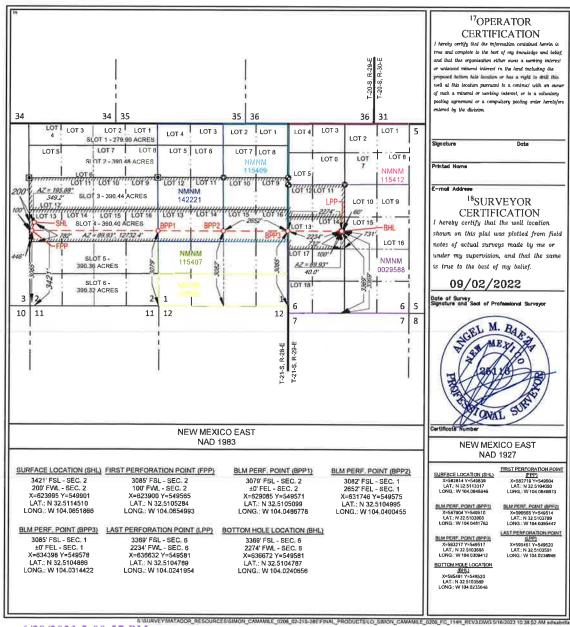


District I 1625 N French Dr., Hobbs, NM 88240 Phone: (375) 393-6161 Fax. (575) 393-01720 District II 811 S. First St., Artesia, NM 88210 Phone: (373) 748-1283 Fax. (575) 748-9720 District III 1000 Rro Brazos Road, Azlee, NM 87410 Phone: (305) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe., NM 87505 Phone: (305) 3476-3460 Fax. (505) 476-3405 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

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Paul Code 30-025-97995 WC-015 5202935P Property Code SIMON CAMAMILE 0206 FED COM 114H OGRID No. Operator Name Elevation 2289377877 MATADOR PRODUCTION COMPANY 3312 10 Surface Location UL or lot no East/West lin 13 2 21-S 28-E 3421 SOUTH 200' WEST **EDDY** <sup>11</sup>Bottom Hole Location If Different From Surface UL or let n 6 21-S 29-E 3369' 14 SOUTH 2274 WEST **EDDY** Dedicated Acre Joint or Intill 780.84



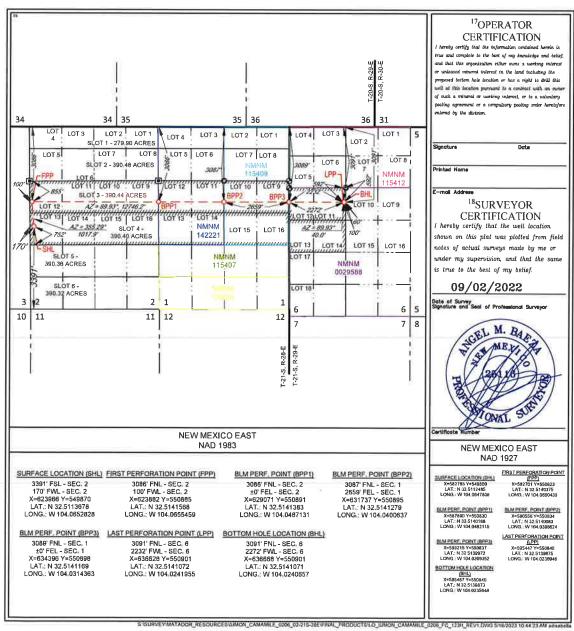
District I 1625 N French Dr., Hobbs, NM 88240 Phone: (375) 393-6161 Fux: (575) 393-0720 District II 811 S Firat St., Artesia, NM 88210 Phone: (575) 748-1285 Fax: (575) 748-9720 District III 1000 Rio Brazons Road, Aztec, NM 87410 Phone: (503) 334-6178 Fax: (505) 334-6170 District IV 1220 S St Prancis Dr., Santa Fe, NM 87505 Phone: (305) 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

### WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code 30-025-97995 WC-015 5202935P G-05 Property Code SIMON CAMAMILE 0206 FED COM 123H OGRID No. Operator Name Elevation 228937-7977 MATADOR PRODUCTION COMPANY 3313 10 Surface Location Feet from the

13	2	21-S	28-E	-	3391	SOUTH	170	WEST	EDDY
			111	Bottom Ho	le Location If D	ifferent From Sui	face		
UL or lot no.	Section 6	Township 21-S	29-E	Lot Idn —	Feet from the 3091'	North/South line NORTH	Feet from the 2272	East/West line WEST	EDDY
<sup>12</sup> Dedicated Acres 780.84	<sup>13</sup> Joint or 1	nfill <sup>li4</sup> Ce	nsolidation Cod	le SOrde	er No.			,	



District I 1625 N. Freuch Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 311 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Fluzzns Road, Aztee, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (305) 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

WELL LOCATION AND ACREAGE DEDICATION PLAT

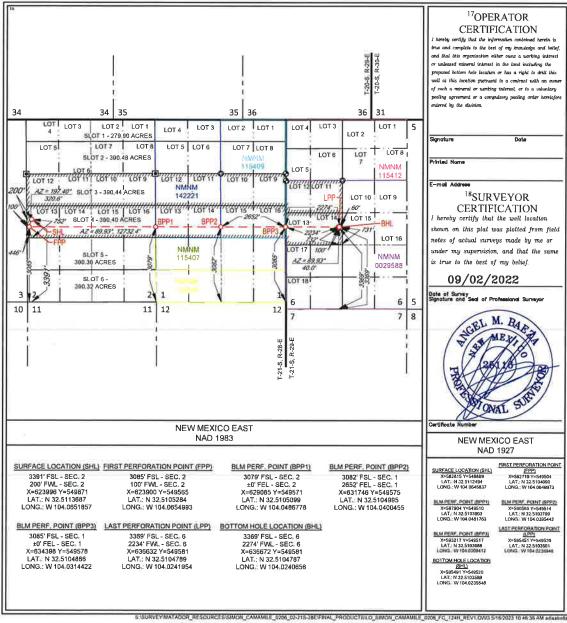
'API Number Pool Code 30-025-97995 5202935P NC-015 (T-05 Property Code SIMON CAMAMILE 0206 FED COM 124H OGRID No. Operator Nam Elevation 22893 7377 MATADOR PRODUCTION COMPANY 3314 <sup>10</sup>Surface Location

Range East/West II Feet from th 2 21-S 28-E 13 3391' SOUTH 200 WEST **EDDY** 11 Bottom Hole Location If Different From Surface East/West li UL or let ne Township Feet from

14 6 21-S 29-E - 3369' SOUTH 2274' WEST EDDY

"Dedicated Acres 780.84"

"Joint or Infill "Convolidation Code "Order No."



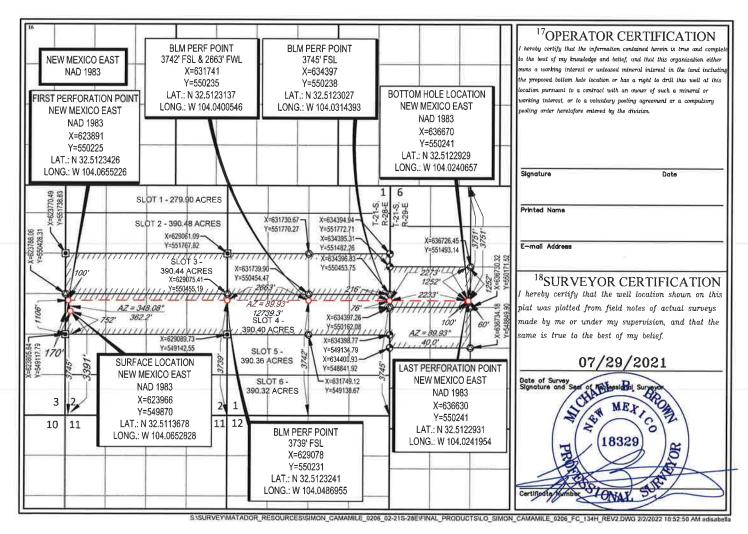
District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
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State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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

AMENDED REPORT

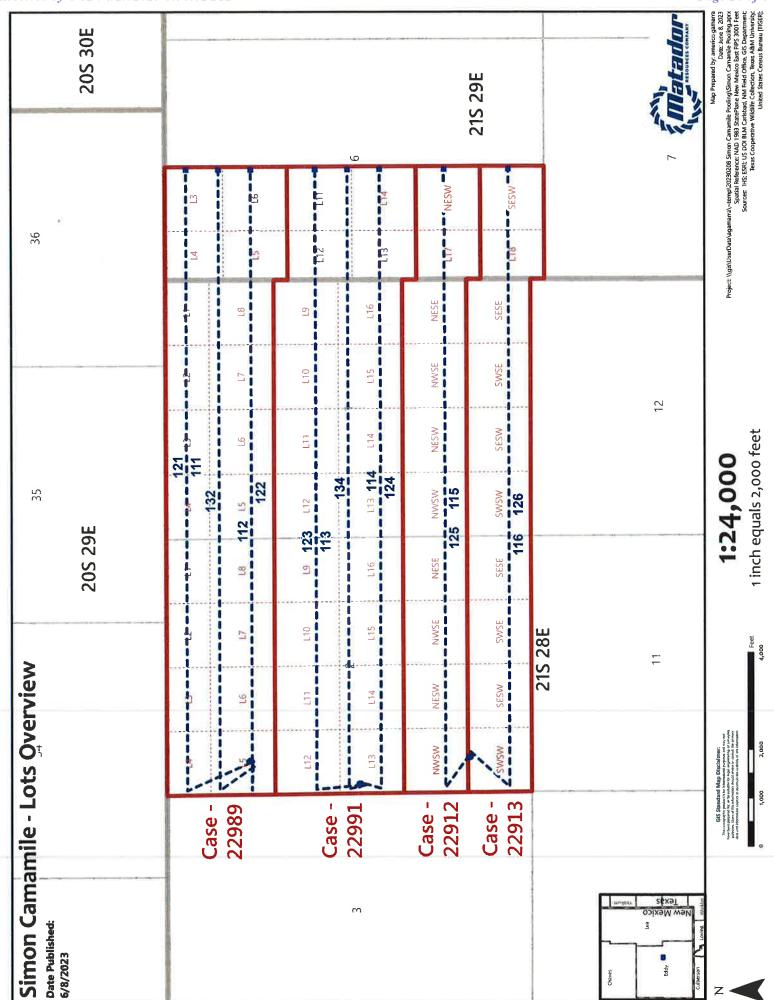
		W	ELL LO	OCATIO	N AND ACR	EAGE DEDIC	CATION PLA	T	
	API Number		<sup>2</sup> Pool Code <sup>3</sup> Pool Name						
_		97995 WC-015 G-05 5202935					2935P;	Bone Sprin	
*Property C	ode							Well Number	
	Χ.	SIMON CAMAMILE 0206 FED COM 134H						134H	
OGRID N	Vo.	<sup>8</sup> Operator Name <sup>9</sup> Elevation						<sup>9</sup> Elevation	
22893	7	MATADOR PRODUCTION COMPANY 3313'						3313'	
					<sup>10</sup> Surface Le	ocation			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West lin	e County
13	2	21-S	28-E	)—i	3391'	SOUTH	170'	WEST	EDDY
<sup>11</sup> Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn		North/South line	Feet from the	East/West lin	e County
11	6	21-S	29-E	.=.	3751'	NORTH	2273'	WEST	EDDY
<sup>12</sup> Dedicated Acres 780.84	<sup>13</sup> Joint or I	nfill 14Co	nsolidation Co	de <sup>15</sup> Oro	der No.				

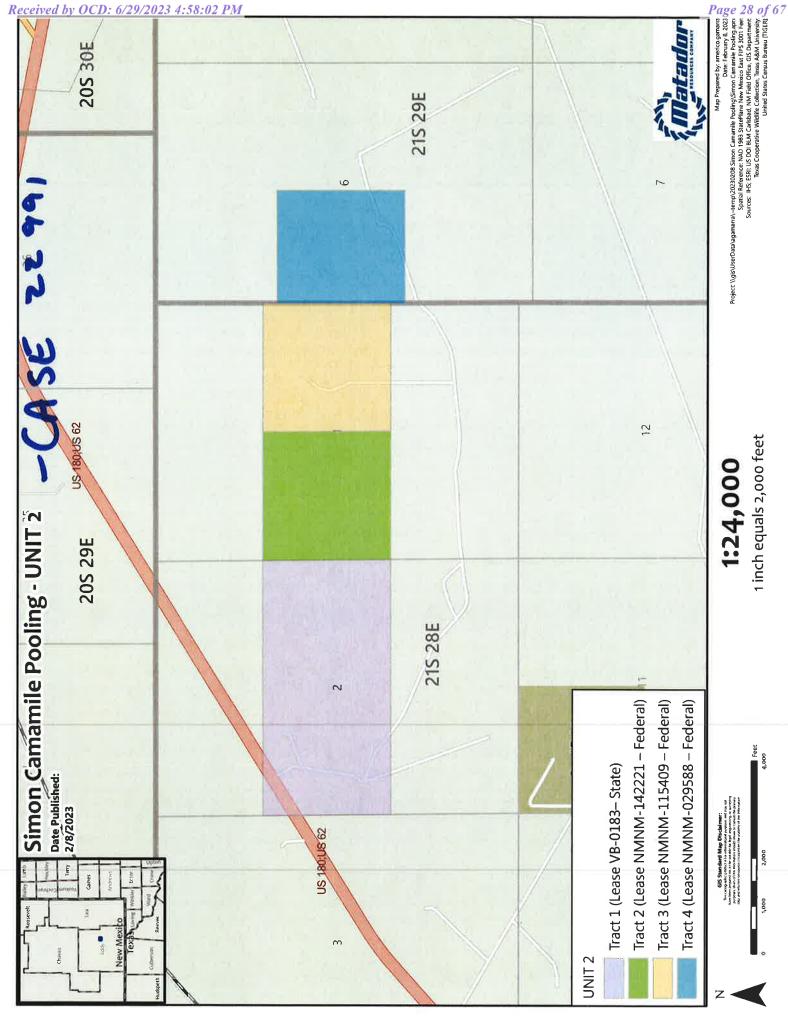


BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-4
Submitted by: Matador Production Company
Hearing Date: July 6, 2023

Case No. 22991

Released to Imaging: 6/29/2023 5:00:57 PM





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. 22991

# Summary of Interests Case No. 22991

MRC Permian Company:	mpany:		32.556783%
Compulsory Pool:	y Pool:		13.246657%
Voluntary Joinder:	oinder:		54.196560%
Interest Owner:	Description:	Tract:	Interest:
EOG Resources, Inc.	Uncommitted Working Interest Owner	2	6.147226%
Oxy Y-1 Company	Uncommitted Working Interest Owner	2, 4	4.934993%
Sharbro Energy, LLC	Uncommitted Working	4	2.164438%



### **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 Resources, Inc.
Nestegg Energy Corporation
New Mexico Oil Corporation

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. 22991

## **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

EOG Resources, Inc. 5509 Champions Drive Midland. Texas 79706

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 #115H, Simon Camamile 0206 Fed Com #115H, Simon Camamile 0206 Fed Com #115H, 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 I & 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

Nick Farmer

### EOG Resources, Inc. 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 wellNot 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

<b>EOG</b>	Resources,	inc.

Ву:		
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 Wooter

Clay Wooten

			2) 371-5200 • Fax (972) 3			
DATE:	20100000000	ESTIMATE OF COSTS	AND AUTHORIZATION F	FOR EXPENDITURE		
DATE:	12/15/2022			AFE NO.;		
WELL NAME:	Simon Camamile 02	06 Fed Com #113H		FIELD:	,	
LOCATION:	Sec 2 & 1 - 21S - 28	E; Sec 6 - 21S - 29E		MD/TVD:		21,204'/7,71
COUNTY/STATE:	Eddy County, New M	fexico		LATERAL LENGTH:		
MRC WI;				ENTEROL CENTO IN.		12,350'
GEOLOGIC TARGET:	1st Bone Spring					
REMARKS:		quip a horizontal 1st Bor	no Codes well			
	and c	quip a riorizornar ist apr	ie Spring weil			
INTANGIBLE	00000	DRILLING	COMPLETION	PRODUCTION		TOTAL
Land / Legal / Regulatory		COSTS \$ 35,000	COSTS	COSTS	FACILITY COSTS	COSTS
Location, Surveys & Damag	es	145,000	13,000	15,000	\$ 10,000 20,000	5 4
Drilling		985,650		15,000	20,000	98
Cementing & Float Equip	#	385,000				38
Logging / Formation Evalua Flowback - Labor	nou		3,780	3,000		7
Flowback - Surface Rentals				32,205		3
Flowback - Rental Living Qu	arters			47,250		4
Youd Logging		28,325		<del></del>		
Mud Circulation System		63,988				66
Mud & Chemicals		320,250	71,000	6,000		39
Mud / Wastewater Disposal		190,000	90000		1,000	19
reight / Transportation Rig Supervision / Engineerir		31,250	124,000		-	155
Drill Bits	ig.	129,800	110,600	4,350	3,600	248
Drill Bit Purchase		122,000				122
uel & Power		209,745	520,000			
Vater		84,000	951,563	3,000	1,000	1,039
Orlg & Completion Overhead	)	14,750		0,000	1,000	1,031
Plugging & Abandonment						
Directional Drilling, Surveys		324,356				324
Completion Unit, Swab, CTU Perforating, Wireline, Slicklin			220,000	13,500		233
ligh Pressure Pump Truck	J <del>0</del>		256,500	-		256
Stimulation			116,750	6,000		122
Stimulation Flowback & Disc	an i		2,454,844 15,500	200 000		2,454
nsurance		8,948	15,500	260,000		275
abor		183,500	66,000	15,000	5,000	269
Rental - Surface Equipment		128,430	618,698	10,000	5,000	762
Rental - Downhole Equipmen	it	237,500	127,000	-		364
lental - Living Quarters Contingency		49,280	49,635	•	5,000	103
perations Center		73,535	326,403	41,531	5,060	446
portunono Contaj	TOTAL INTANCIDI EG.	24,633				24
	TOTAL INTANGIBLES	3,774,940	6,045,271	456,836	55,660	10,333
TANGIBLE CO	evo	DRILLING	COMPLETION	PRODUCTION	1975	TOTAL
urface Casing	313	COSTS 95,300	COSTS	COSTS	FACILITY COSTS	COSTS
termediate Casing		203,500		·	•	\$ 95 203
rilling Liner		248,900				248
roduction Casing		1,217,676				1,217
roduction Liner						
ubing /eilhead				109,375		109
ackers, Liner Hangers		146,000	05.705	45,000		191
anks			86,700		400 000	86
roduction Vessels				<del></del>	120,000 159,700	120
low Lines					120,000	120,
od string				-	120,000	120
rtificial Lift Equipment				325,000		325.
ompressor					20,833	20,
stallation Costs urface Pumps				·	104,000	104,
on-controllable Surface				2,500	28,750	31,
on-controllable Downhole					2,000	2
ownhole Pumps				<del></del>		
easurement & Meter installa	tion	-		10,000	113,500	123,
as Conditioning / Dehydration				-		120,
terconnecting Facility Pipin	9			-	137,500	137,
athering / Bulk Lines				•	•	
atves, Dumps, Controllers ank / Facility Containment				· .		
are Stack					17,500	17,
ectrical / Grounding					43,750	43,
ommunications / SCADA				30,000 4,000	97,300	127,
strumentation / Safety				4,000	16,250 63,300	20,
	TOTAL TANGIBLES >	1,911,376	85,700	525,875	1,044,383	3,868
	TOTAL COSTS >	5,686,316	6,131,971	982,711	1,100,043	13,901,
ARED BY MATADOR PRO	ODUCTION COMPAN	v.				
MALED BT MATADOR PRO	JUCTION COMPAN	Υ:	1999			
Orlling Engineer:	Fred Mihal	Team Lead - WTX/N	MALS			
Completions Engineer:	Colin Lesnick		WHB			
Production Engineer:	George Malloy					
DOR RESOURCES COM	ANY APPROVAL:					
ecutive VP, Reservoir/Asset					SVP - Operatio	ns
	TE					cc
		SVP Geoscieno	NLF NLF			
Executive VP, Legal	CA		MI F			
Executive VP, Legal	CA		WE.			
_	CA BG		WE.			
_						
President_	BG					
President_	BG				Tavl	D:
President_	BG		Working Interest (%):		Tax I	D:

ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240 Phone (972) 371-5200 • Fax (972) 371-5201

ESTIMATE OF CO	SETE AND ATTE	ODINA MALL	

DATE:	12/15/2022		
WELL NAME:	***************************************	AFE NO.:	
	Simon Camamile 0208 Fed Com #114H	FIELD:	
LOCATION:	Sec 2 & 1 - 21S - 28E; Sec 6 - 21S - 29E	MD/TVD:	21,20477,714
COUNTY/STATE:	Eddy County, New Mexico	LATERAL LENGTH:	The second secon
MRC Wi:		ENTERNIC LENGTH:	12,350'
GEOLOGIC TARGET:	1st Bone Spring		
REMARKS:	Drill, complete and equip a horizontal 1st Bone Spring wi	ell	

INTANGIBLE COSTS	DRILLING COSTS		MPLETION		PRODUCTION	EACH	TY COSTS		TOTAL
Land / Legal / Regulatory \$	35,000			- 5	40010	FACILI			COSTS
Location, Surveys & Damages	145,000		13,000	· · ·	15,000	·—	10,000	٠.	45,000
Drilling	985,650			-	15,500	_	20,000	-	193,000
Cementing & Float Equip	385,000			-		_		_	985,650
Logging / Formation Evaluation		_	3,780	-	3,000			_	365,000
Flowback - Labor				-	32,205			_	6,780
Flowback - Surface Rentals -		_		-	47,250			_	32,205
Flowback - Rental Living Quarters		_		_	47,200			-	47,250
Mud Logging	28,325	_		-				_	
Mud Circulation System -	63,988			_				_	28,325
Mud & Chemicals	320,250	_	71,000	_	6,000				53,988
Mud / Wastewater Disposal	190,000		71,000	_	0,000				397,250
Freight / Transportation ==	31,250	_	124,000	_			1,000		191,000
Rig Supervision / Engineering	129,800		110,600	_			-		155,250
Drill Blts -	122,000	_	110,000	_	4,350		3,600		248,350
Drill Bit Purchase -	122,000			_					122,000
Fuel & Power	209,745		520,000	_					
Water -	84,000			_					729,745
Drig & Completion Overhead	14,750		951,563	_	3,000		1,000		1,039,563
Plugging & Abandonment -	14,750			_					14,750
Directional Drilling, Surveys —	324 356			_					
Completion Unit, Swab, CTU			000.000	_					324,356
Perforating, Wireline, Stickline -			220,000	_	13,500				233,500
High Pressure Pump Truck			256,500	_	· ·				256,500
Stimulation		_	116,750	_	6,000				122,750
Stimulation Flowback & Disp			2,454,844	-					2,454,844
nsurance	2010		15,500	_	260,000				275,500
Labor	8,948			_				_	8,948
Rental - Surface Equipment	183,500		86,000	_	15,000		5,000	_	269,500
Rental - Downhole Equipment —	128,430		618,698	_	10,000		5,000		762,128
Rental - Living Quarters —	237,500	_	127,000						364,500
Contingency Claim duarters	49,280		49,635				5,000	_	103,915
Operations Center -	73,535		325,403		41,531		5,060	_	446,528
	24,633							_	24,633
TOTAL INTANGIBLES >	3,774,940		6,045,271		456,836		55,660		10,332,707

TANGIBLE COSTS		DRILLING COSTS	COMPLETION	PRODUCTION	FACILITY COSTS		TOTAL
Surface Casing	\$	95,300	5	5	E TAGILITI GOSTS		
Intermediate Casing		203,500		57 <u>1</u>	*	. –	95,300
Drilling Liner		248,900				_	203,500
Production Casing	_	1,217,676				_	248,900
Production Liner							1,217,676
Tubing	-			109,375		_	
Wellhead	-	146,000		45,000		_	109,375
Packers, Liner Hangers			86,700	45,000		_	191,000
Tanks	-		00,700			_	86,700
Production Vessels	-	-			120,000		120,000
Flow Lines	-				159,700		159,700
Rod string	-				120,000		120,000
Artificial Lift Equipment	-						-
Compressor	-			325,000			325,000
Installation Costs	200				20,833		20,833
Surface Pumps	<del>170</del>	•			104,000		104,000
Non-controllable Surface	***	-		2,500	28,750	_	31,250
Non-controllable Downhole	-			-	2,000	_	2,000
Downhole Pumps	_	- V				_	-
Measurement & Moter Installation						_	
Gas Conditioning / Dehydration				10,000	113,500	_	123,500
loters as a state of the State of	_			<del> </del>	<del></del>		-
Interconnecting Facility Piping Gathering / Bulk Lines					137,500	-	137,500
					-	_	101,000
Valves, Dumps, Controllers				-		_	
Tank / Facility Containment	_				17,500	_	17,500
Electrical / Grounding	_				43,750		43,750
Communications / SCADA	_			30,000	97,300	_	127,300
Instrumentation / Safety	<u> </u>			4,000	16,250		20,250
The Date of the Control of the Contr					63,300	_	63,300
тс	TAL 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

Drilling Engineer: Fred Mihal Team Lead - WT  Completions Engineer: Colin Lesnick  Production Engineer: Josh Bryent	TX/NMWHB		
---	----------	--	--

cutive VP, Reservoir/Asset	-	SVP - Operations
Executive VP, Legal	SVP Geoscience	CC
President	NLF	
BG	•	

Company Name:	Working Interest (%):	Tax ID:
Signed by	Date:	
(1944)	(mproved) (inc	

		ESTIMATE OF COSTS	AND AUTHORIZATION FO	OR EXPENDITURE		
	October 6th 2021			AFE NO.:		
	Simon Camamile #12	3H		FIELD:		
OCATION:	Edds Ossats Nov. M			MD/TVD;	2	22,069'/8,579'
COUNTY/STATE:	Eddy County, New Me	EXICO		LATERAL LENGTH:	=	12,350'
	2nd Bone Spring					
(4		uip a horizontal 2nd Bo	ne Spring well			
INTANGIBLE CO	STS	COSTS	COMPLETION	PRODUCTION COSTS	FACILITY COSTS	TOTAL
and / Legal / Regulatory		35,000	\$	\$ .	\$ 10,000	\$ 45,000
.ocation, Surveys & Damages Prilling	1	125,000 770,750	13,000	15,000	33,333	186,333
Cementing & Float Equip		330,000				770,750 330,000
ogging / Formation Evaluation	on		3,780	3,000		6,780
Flowback - Labor Flowback - Surface Rentals				17,176 25,200		17,176
lowback - Rental Living Quar	ters			25,200		25,200
Aud Logging		25,400				25,400
Aud Circulation System Aud & Chemicals		48,050 320,250	49,000	6,000		48,050 375,250
Aud / Wastewater Disposal		170,000	48,000	0,000	1,000	171,000
reight / Transportation		25,000	40,825		-	65,625
Rig Supervision / Engineering		112,100	105,000	4,350	7,200	228,650
Orill Bits Orill Bit Purchase		122,000				122,000
uel & Power		146,025	548,100			694,125
Valer		84,000	656,250	3,000	1,000	744,250
Orig & Completion Overhead		14,750	-			14,750
Plugging & Abandonment Directional Drilling, Surveys		271,383				271,383
Completion Unit, Swab, CTU		271,000	150,000	13,500		163,500
Perforating, Wireline, Slickline			219,753	7.47		219,753
High Pressure Pump Truck			63,750	6,000		69,750
Stimulation Stimulation Flowback & Disp			2,289,844 15,500	260,000		2,289,844 275,500
nsurance		9,313		200,000		9,313
abor		183,500	81,750	15,000	5,000	265,250
Rental - Surface Equipment		128,430	390,118 86,000	10,000	5,000	533,548
Rental - Downhole Equipment Rental - Living Quarters		224,750 49,280	45,673		5,000	310,750 99,953
Contingency		95,849	244,830	18,911	8,753	366,344
Operations Center		24,633				24,633
1	TOTAL INTANGIBLES	3,315,484	4,982,972	397,137	74,287	8,769,859
		DRILLING	COMPLETION	PRODUCTION		TOTAL
TANGIBLE COS	TS	COSTS	costs	COSTS	FACILITY COSTS	COSTS
Surface Casing ntermediate Casing	•	46,050 82,400	•	\$	·	\$ 46,050 82,400
Drilling Liner		141,200				141,200
Production Casing		624,622				624,622
Production Liner				45.500		45 500
lubing Velihead		133,000		45,500 45,000		45,500 178,000
Packers, Liner Hangers		100,000	73,950		55.550+	73,950
anke		- 8		•	81,000	81,000
Production Vessels Now Lines					147,983 120,000	147,983
Rod string				745	120,000	120,000
Artificial Lift Equipment		- :		275,000		275,000
Compressor		- 4			20,000	20,000
nstallation Costs Surface Pumps				2,500	38,333	80,000 40,833
ion-controllable Surface		<del></del>		2,500	2,000	2,000
ion-controllable Downhole				= C#2		*)
Downhole Pumps						
Acasurement & Meter Installat		-		10,000	65,333	75,333
Sas Conditioning / Dehydratio nterconnecting Facility Plping					133,333	133,333
Bathering / Bulk Lines				38	-	
/alves, Dumps, Controllers		S		325	10 202	22 222
Tank / Facility Containment — Flare Stack				<del></del>	23,333 51,667	23,333 51,667
lectrical / Grounding				30,000	87,667	117,667
Communications / SCADA				4,000	10,000	14,000
nstrumentation / Safety					65,500	65,500
	TOTAL TANGIBLES >		73,950 5,056,922	412,000 809,137	926,150 1,000,437	2,439,372 11,209,231
			,,			,,_
PARED BY MATADOR PRO	JUICTION COMPAN					
Drilling Engineer:	Fred Mihal	Team Lead - WTX				
Completions Engineer:	Colin Lesnick		BHW			
Production Engineer:	George Malloy					
r loddcooli Crigilleel.						
	PANY APPROVAL:					oigh
ADOR RESOURCES COMP	PANY APPROVAL:		acutive VID COO It			
	PANY APPROVAL:	Exe	eculive VP, COO - Legal	CA	Chief Geolo	MLF
ADOR RESOURCES COMP			-	CA	Chief Geolo	
ADOR RESOURCES COMP			ecutive VP, COO - Legal	CA BEG	Chief Geolo	
ADOR RESOURCES COMP	DEL		-		Chief Geolo	
ADOR RESOURCES COMP	DEL		-		Chief Geolo	
Executive VP, COO/CFO President	DE'L MVH		-		Chief Gealo	
ADOR RESOURCES COMP	DE'L MVH		-			

Yes

AFE - Version 3

No (mark one)

DATE:	October 8th 2021		AND AUTHORIZATION FO				
DATE: WELL NAME:	October 8th 2021 Simon Camamile #12	4H		AFE NO.: FIELD:	-		
LOCATION:	Girion Carrantile #12	7(1		MD/TVD:	-	22,069'/8,579'	
COUNTY/STATE:	Eddy County, New Me	эхісо		LATERAL LENGTH:		12,350'	
MRC WI:					-		
GEOLOGIC TARGET: REMARKS:	2nd Bone Spring Drill, complete and eq	uip a horizontal 2nd Bor	ne Spring well				
	Print, complete and eq		ie oping wei				
INTANGIBLE	COSTS	DRILLING	COMPLETION COSTS	PRODUCTION COSTS	FACILITY COSTS	TOTAL	
Land / Legal / Regulatory	0		\$	\$	\$ 10,000	\$ 45,000	
Location, Surveys & Dam Drilling	ages	125,000 770,750	13,000	15,000	33,333	186,333 770,750	
Cementing & Float Equip		330.000				330,000	
ogging / Formation Eval	uation		3,780	3,000		6,780	
Flowback - Labor Flowback - Surface Renta	ils			17,176 25,200		17,176 25,200	
Flowback - Rental Living				7,902			
Wud Logging Wud Circulation System		25,400 48,050				25,400 48,050	
Mud & Chemicals		320,250	49,000	6,000		375,250	
Viud / Wastewater Dispos	ai	170,000	10.005		1,000	171,000	
Freight / Transportation Rig Supervision / Enginee	ering	25,000 112,100	40,625 105,000	4,350	7,200	65,825 228,650	
Orill Bits		122,000				122,000	
Drill Bit Purchase Fuel & Power		146,025	548,100			804 125	
ruei & rower Water		84,000	656,250	3,000	1,000	694,125 744,250	
Orig & Completion Overh		14,750			·	14,750	
Plugging & Abandonment Directional Drilling, Surve		271,383				271,383	
Completion Unit, Swab, C		271,303	150,000	13,500		163,500	
Perforating, Wireline, Slici	kline		219,753			219,753	
High Pressure Pump Truc Stimulation	ik	<del></del>	63,750 2,289,844	6,000		69,750 2,289,844	
Stimulation Flowback & D	lisp		15,500	260,000		275,500	
Insurance		9,313 183,500	61,750	45,000	E 000	9,313	
Labor Rental - Surface Equipme	nt	128,430	390,118	15,000	5,000	265,250 533,548	
Rental - Downhole Equips		224,750	86,000			310,750	
Rental - Living Quarters Contingency		49,280 95,849	45,673 244,830	18,911	5,000 6,753	99,953 368,344	
Operations Center		24,633	244,000	10,011	0,700	24,633	
	TOTAL INTANGIBLES >	3,315,464	4,982,972	397,137	74,287	8,769,859	
TANGIBLE	COSTS	DRILLING COSTS	COMPLETION	PRODUCTION COSTS	FACILITY COSTS	TOTAL	
Surface Casing		46,050	·	\$	·	\$ 46,050	
Intermediate Casing Drilling Liner		82,400 141,200				82,400 141,200	
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 Production Vessels					81,000 147,983	81,000 147,983	
Flow Lines					120,000	120,000	
Rod string				975 000		275,000	
Artificial Lift Equipment Compressor				275,000	20,000	20,000	
Installation Costs					80,000	80,000	
Surface Pumps Non-controllable Surface				2,500	38,333	40,833	
Non-controllable Downho	le				2,000	2,000	
Downhole Pumps	manare:						
Measurement & Meter Ins Gas Conditioning / Dehyd				10,000	65,333	75,333	
nterconnecting Facility P				-	133,333	133,333	
Gathering / Bulk Lines						74.1	
Valves, Dumps, Controlle Fank / Facility Containme			-	<del></del> -	23,333	23,333	
Flare Stack					51,687	51,667	
Electrical / Grounding Communications / SCADA	V			30,000	10,000	117,667	
nstrumentation / Safety	*			4,000	65,500	65,500	
GL=11:1-1:-0-15	TOTAL TANGIBLES >		73,950	412,000	926,150	2,439,372	
	TOTAL COSTS >	4,342,736	5,058,922	809,137	1,000,437	11,209,231	
PARED BY MATADOR	PRODUCTION COMPAN	IY:	-				
Drilling Engine	er: Fred Mihal	Team Lead - WTX/	M WZ				
Completions Engine			WHB				
Production Engine	er: George Malloy						
ADOR RESOURCES C	OMPANY APPROVAL:						
Executive VP, COO/CF	DEL	Exe	cutive VP, COO - Legal	CA	Chief Geolog	ist	
Preside		Executive	VP, COO - Operations	un .		WILL	
1100000	MVH	LACOMITE	,	BEG			
OPERATING PARTNE							
Company Nan	16:		Working Interest (%):		Taxi	D;	
Signed I	by:		Date:				
	¥						

### MRC Permian Company

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

Nick Farmer Landman

November 22, 2021

#### VIA CERTIFIED RETURN RECEIPT MAIL

EOG Resources, Inc. 5509 Champions Drive Midland, Texas 79706

Re; Si

Simon Camamile 0206 Fed Com #134H (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 #134H, 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 #134H: 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 (~9,650' TVD) to a Measured Depth of approximately 23,140'.

Because the completed lateral of the Simon Camamile 0206 Fed Com #134H will be located closer than 330 feet to the adjacent quarter-quarter sections, the spacing unit for the Simon Camamile 0206 Fed Com #134H will consist of 780.84 acres and comprise of Lots 9-16 of Sections 1 and 2, Township 21 South, Range 28 East, and Lots 11-14 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 #134H 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 #113H and, #123H, comprising of Lots 9-12 of Sections 1 and 2, Township 21 South, Range 28 East, and Lots 11-12 of Section 6, Township 21 South, Range 29 East; and

 The spacing unit for the Simon Camamile 0206 Fed Com #114H, and #124H, comprising of Lots 13-16 of Sections 1 and 2, Township 21 South, Range 28 East, and Lots 13-14 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

Contact Number: \_\_\_\_\_

- \$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

EOG Resources, Inc. 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 #134H well.
\_\_\_\_\_Not to participate in the Simon Camamile 0206 Fed Com #134H

EOG Resources, Inc.

By: \_\_\_\_\_\_

Title: \_\_\_\_\_\_

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

		ESTIMATE OF COST	S AND AUTHORIZATION F	OR EXPENDITURE		
DATE:	October 6th 2021			AFE NO.:		
WELL NAME:	Simon Carnamile #13	4H		FIELD:	25	
LOCATION:				MD/TVD:	23	23,140'/9,650'
COUNTY/STATE:	Eddy County, New Me	xico		LATERAL LENGTH:		12,350'
MRC WI:					-	10,000
GEOLOGIC TARGET;	3rd Bone Spring					
REMARKS:	Drill, complete and eq	uip a horizontal 3rd Bo	one Spring well			
INTANGIBLE	COSTS	DRILLING COSTS	COMPLETION	PRODUCTION	EACILITY DOORS	TOTAL
Land / Legal / Regulatory	-	35,000	\$	3	FACILITY COSTS 5 10,000	COSTS 45,000
Location, Surveys & Dami Drilling	ag <b>es</b>	125,000	13,000	15,000	33,333	186,333
Cementing & Float Equip		770,750				770,750
Logging / Formation Evalu	ation	330,000	3,780	3,000		330,000
Flowback - Labor				17,176		6,780 17,176
Flowback - Surface Rental Flowback - Rental Living (				25,200		25,200
Mud Logging	Anarrais	25,400		· ·		
Mud Circulation System		48,050				25,400 48,050
Mud & Chemicals		320,250	49,000	6,000		375,250
Mud / Wastewater Disposa Freight / Transportation	II	170,000			1,000	171,000
Rig Supervision / Enginee	ring	25,000 112,100	40,625 105,000	4 250	7.000	65,625
Drill Bits	-	122,000	105,000	4,350	7,200	228,650 122,000
Orll) Bit Purchase Fuel & Power						122,000
Water		146,025 84,000	548,100		•	694,125
Drig & Completion Overhe	ad	14,750	656,250	3,000	1,000	744,250
Plugging & Abandonment					<del></del>	14,750
Directional Drilling, Survey		278,880				278,880
Completion Unit, Swab, CT Perforating, Wireline, Slick	line		150,000	13,500		163,500
High Pressure Pump Truck		-	219,753 63,750	6,000		219,753
Stimulation			2,289,844	0,000	<del></del>	69,750 2,289,844
Stimulation Flowback & Di Insurance	sp		15,500	260,000		275,500
Labor		9,765 183,500		45.000		9,765
Rental - Surface Equipmen		128,430	61,750 390,116	15,000	5,000	265,250 533,548
Rental - Downhole Equipm	ent	224,750	86,000	10.000	- 3,000	310,750
Rental - Living Quarters Contingency	1	49,280	45,673		5,000	99,953
Operations Center	,	96,088 24,633	244,830	18,911	6,753	366,582
	TOTAL INTANGIBLES >	3,323,661	4,982,972	397,137	74.007	24,633
		-,,	- Alexadera	957,157	74,287	8,778,046
*********		DRILLING	COMPLETION	PRODUCTION	35.00E	TOTAL
TANGIBLE C Surface Casing	0515	COSTS 46,050	COSTS	COSTS	FACILITY COSTS	COSTS
ntermediate Casing	•	82,400	·——	•	\$	\$ 46,050 82,400
Orilling Liner	8	141,200				141,200
Production Casing Production Liner		847,135				647,135
Tubing				45.500		- 4
Vellhead	19	133,000		45,000		45,500 178,000
Packers, Liner Hangers	- 5	7.	73,950			73,950
anks Production Vessels				-	81,000	81,000
low Lines	8				147,983	147,983
tod string					120,000	120,000
rtificial Lift Equipment				275,000		275,000
Compressor Installation Costs					20,000	20,000
urface Pumps				2,500	80,000 38,333	80,000 40,833
on-controllable Surface		-			2,000	2.000
ion-controllable Downhole lownhole Pumps						
leasurement & Meter Insta	llation			10,000	05.000	·
ias Conditioning / Dehydra	tion			10,000	65,333	75,333
terconnecting Facility Pip	ing				133,333	133,333
lathering / Bulk Lines 'alves, Dumps, Controllers				-		
ank / Facility Containment					20.000	
lare Stack	-				23,333 51,687	23,333
lectrical / Grounding				30,000	87,667	117,667
ommunications / SCADA estrumentation / Safety				4.000	10,000	14,000
ou amont a data (	TOTAL TANGIBLES >	1,049,786	73,950	412,000	65,500 926,150	65,500
	TOTAL COSTS >	4,373,436	5,056,922	809,137	1,000,437	2,461,885 11,239,931
ADED BY MATADOD D	DODUCTION DOMONIO				- Vinailes	
ARCO DI MATADOR FI	RODUCTION COMPANY					
Drilling Engineer		Team Lead - WTX/N	им_С <del>ССЗ</del>			
Completions Engineer			WHB			
Production Engineer	George Malloy					
DOR RESOURCES CO	MPANY APPROVAL:					
Executive VP, COO/CFO	DEL	Exe	culive VP, COO - Legal	CA	Chief Geologi	
President		Executive	VP, COO - Operations	CA		MLF
	MVH	CABOURY	, ooo - operations	BEG		
	ADDDOVAL.					
PERATING PARTNER	AFFROVAL:					
Company Name:		- 25	Working Interest (%);		Tavif	);
			Working Interest (%):		Tax II	):

### 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. 22991

### **Summary of Communications - Simon Camamile**

### **Working Interest Owner:**

### 1. EOG Resources, LLC

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

### 3. Sharbro Energy, LLC

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

### **Exhibit C-10**

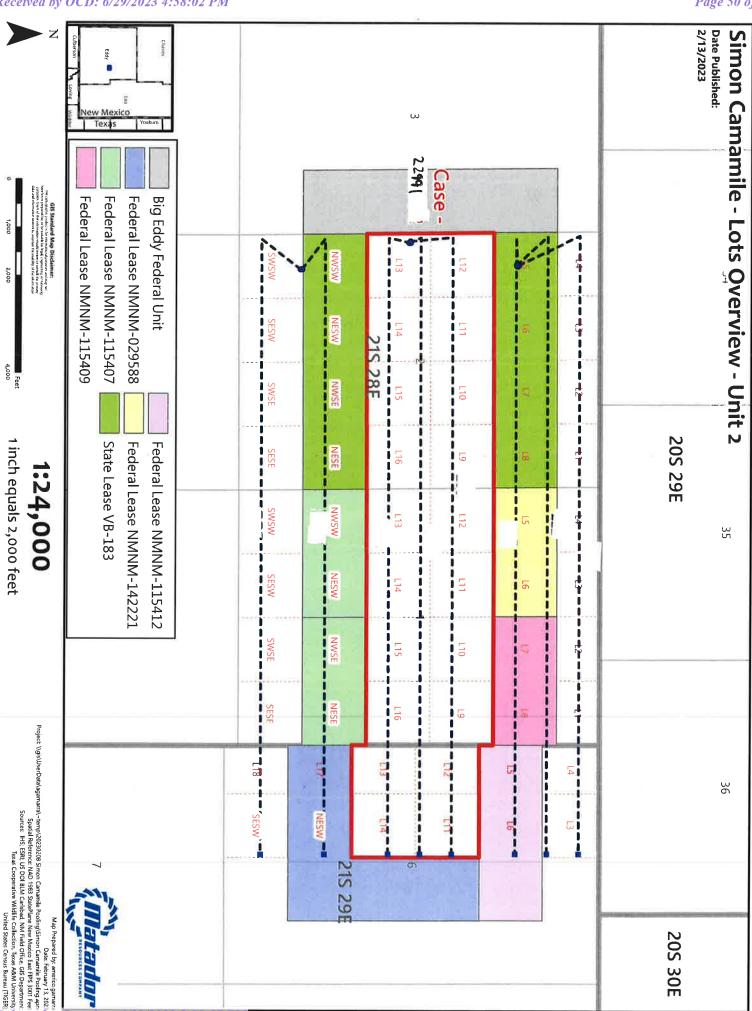
BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Exhibit No. C-10

**Submitted by: Matador Production Company** 

Hearing Date: July 6, 2023 Case No. 22991

Released to Imaging: 6/29/2023 5:00:57 PM



Tract 1 Lots 8, 9, 16, & NE4SE4 Section 3, 21S, 28E				
Fed Unit				
XTO Permian Operating, LLC	22777 Springwoods Village Pkwy	Spring	TX	77389
XTO Delaware Basin, LLC	6401 Holiday Hill Rd	Midland	TX	79707
Tract 2				
Lots 5-8 & N2S2 Section 2, 21S, 28E				
State Lease VB-183				
Innoventions, Inc.	P.O. Box 40	Cedar Cre		87008
CEP SPV I, LLC COG Operating LLC	1400 16th Street, Suite 400	Denver	СО	80202
Cod Operating LLC	600 W. Illinois Ave.	Midland	TX	79705
Tract 3				
MRC ONLY				
Tract 4				
Lots 7 & 8 Section 1, 21S, 28E				
Federal Lease NMNM-115409				
COG Operating LLC	600 W. Illinois Ave.	Midland	TX	79705
EOG Resources, Inc.	1111 Bagby, Sky Lobby 2	Houston	TX	77002
Oxy Y-1 Company	5 Greenway Plaza, Suite 110	Houston	TX	77227
Concho Oil & Gas LLC	600 W. Illinois Ave.	Midland	TX	79705
Tract 5				
Lots 5-7 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	75711
CWM 2000-B, LTD	P.O. Box 7698	Tyler	TX	75711
Mewbourne Development Corporation	P.O. Box 7698	Tyler	TX	75711
Mewbourne Energy Partners 07-A, L.P.	P.O. Box 7698	Tyler	TX	75711
Tract 6				
Lots 10, 15, 17, NE4SW4 & NW4SE4 Section 6, 21S, 29E				
Federal Lease NMNM-029588				
COG Operating LLC	600 W. Illinois Ave.	Midland	TX	79705
Concho Oil & Gas, LLC	600 W. Illinois Ave.	Midland	TX	79705
Xplor Resources, LLC	1104 N. Shore Drive	Carlsbad	NM	88220
Hope Royalties, LLC Sharbro Energy, LLC	P.O. Box 1326	Artesia	NM	88211
	P.O. Box 840	Artesia	NM	88211-084(
Oxy Y-1 Company	5 Greenway Plaza, Suite 110	Houston	TX	77227
Tract 7				
N2SE4 Section 1, 21S, 28E				
NMNM-115407				
COG Operating LLC	600 W. Illinois Ave.	Midland	TX	79705
Concho Oil & Gas, LLC	600 W. Illinois Ave.	Midland	TX	79705
EOG Resources, Inc.	1111 Bagby, Sky Lobby 2	Houston	TX	77002
Oxy Y-1 Company	5 Greenway Plaza, Suite 110	Houston	TX	77227
Tract 8				
NICCOLLA C				

N2SW4 Section 1, 21S, 28E

NMNM-115407 COG Operating LLC Concho Oil & Gas, LLC EOG Resources, Inc. Oxy Y-1 Company

600 W. Illinois Ave. Midland TX 79705 600 W. Illinois Ave. Midland TX 79705 1111 Bagby, Sky Lobby 2 Houston TX 77002 5 Greenway Plaza, Suite 110 Houston TX 77227 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. 22991

- 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.

FURTHER AFFIANT SAYETH NOT.

	1	
ANDREW PA	RKER	

STATE OF TEXAS )
COUNTY OF DALLAS )

SUBSCRIBED and SWORN to before me this \_\_\_\_\_ day of June 2023 by

Andrew Parker.

Annabel Trine

My Commission Expires:

10-23-2023



#### **BEFORE THE OIL CONSERVATION DIVISION**

Santa Fe, New Mexico Exhibit No. D-1

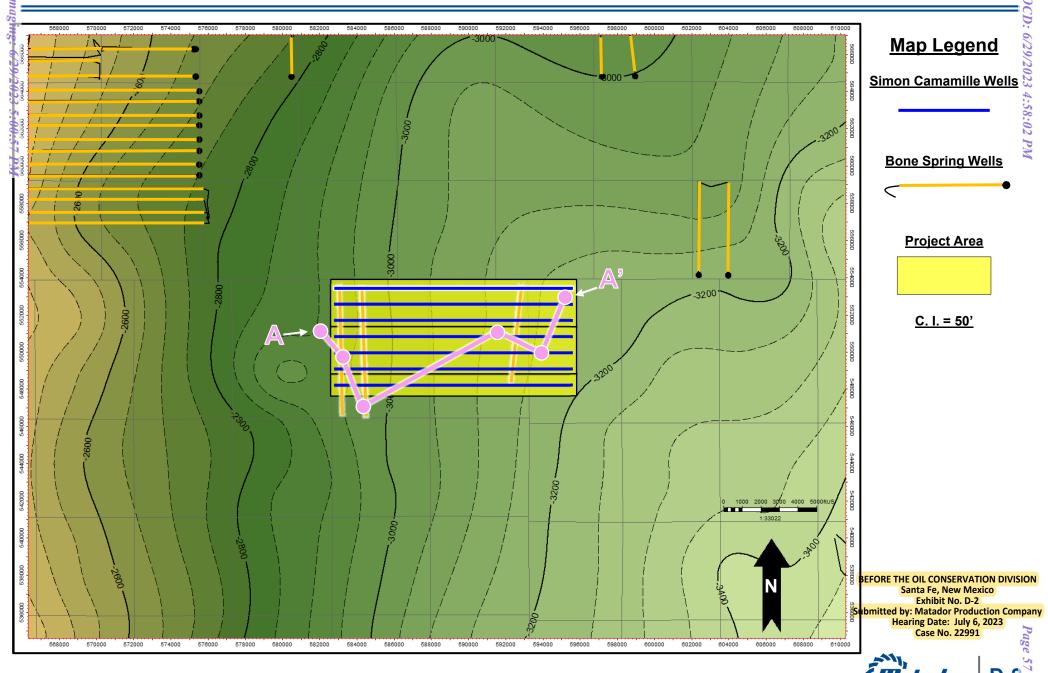
**Submitted by: Matador Production Company** Hearing Date: July 6, 2023

Case No. 22991

### **Exhibit D-1**

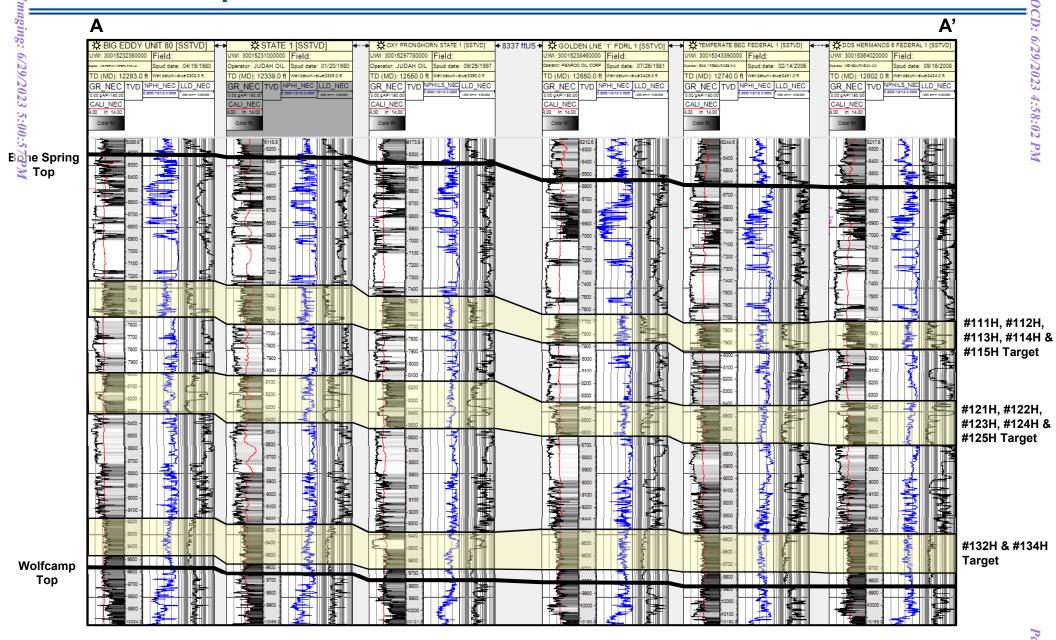
																			1
175 21E <b>Edd</b> v	175 23E	175 24E	175 250	175 26E	175 27E	175 28E	175 29E	175 30£	175 3 1E Abo	Lea Reef	175 33E	175 34E	175 356	175 368	175 37E	175 38E	175) 39£	BLK AS	
185 21E	185 23E	185 24€	185 25E	185 26E	185 27E	1.85 28E	185 29E	185 30E	185 31E	185 326	185 33E	1853-€	185 350	185 365	185 37E	185 38E	185) 396)	BLK A9	nes
195 21E	195 23E	195 24E	195 25Ε	195 26E	195 27E	195 28E	195 29E	195 30¥O	ungest	Goat S	eep	195 34E	195 35E	195/ <b>36</b> Z	195 37E	195 38E	195) 396	BLK A10	
205 21E	20S 23E	205 24E	205 25E	205 26E	208271	205 28E	200 EX	) S 30E	Capitan 205 31E	Aquife 205 32E	205 3 NE	205 3-€	205 35E	205 3 <b>6</b> E	205 37E	205 38E	205) 39 E	BLK A12	BLX A
0,55, 21E	20155 22E 215.22E	20:55 23E 215 23E	215 24E	215 25E	215 26E	215 27E	215 28E	215.1E	ounges 215 30E	t Capita	215 32E	215 33E	21S 34E	215 35E	21S 36E	215 37E	215 319	80K A28	BLK A30
25 21E	225 22E	225 23E	225 246	225 258	225.264		on Car oject	mamile Area	225 30E	225 31E	225 32E	225 336	225 34E	225 350	<b>2</b> 25 36E	225 37E	225 38£ 1	And .KA39	BLK A
IS 21E	233.22E	235 232	235 24E	23S 25E	235 26E	235 27E	235 28E	235 29E	235 30E	235 3 1 E	235 328	235 33E	235 34E	235 35E	235348	235 37E	235 38E	BLK A 40	BLK A50
45 21E	245 22E	245 Z3E	245 24E	245 25E	245 26E	245 27E	245 28E	245 29E	245 30E	245 31E	245 320	246 33E	245 34E	245 JSE	245 36E	245 37E	245 38E	BLK A51	BLK AS
55 21E	255 224	255,231	255248	255 25E	255 26E	255 276	255 28E	255 29E	255 30E	255 3 1E	255 32E	255 336	255 34E	255 35E	255 36E	255 37E	255 38E	BLK ASS	BUXA
5 21E	265.228	265 23E	26S 24E	265 25E	265 26E	265 27E	265 28E	100 New Mexi	000ftUS	105512	128	265 3 W	265 34E	265 35E	265 36E	265 37E	265 38E	BLK A56	۲.,
ST 10	BLK64T1S	BLK63T1S	BLK62T1S	BUKETTIS	BLK60T15	BUKSOTIS	ulherson	Texas	BLK 56	BCX 55	8UX 54	BLK7[O	ving BLX C25	BLK C24	BLK C23	BLK	C22	BLK 77	/inkl

# WC-015 G-05 S202935P;BONE SPRING [97995] Exhibit D-2 Structure Map (Bone Spring Subsea) A – A' Reference Line



Fe. New Mexico

### WC-015 G-05 S202935P;BONE SPRING [97995] Momitted by: Matador Production Company Exhibit D-3 Case No. 22991 Structural Map Cross Section A – A'





# 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. 22991** 

### **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.
- 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. 22991

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

### VIA CERTIFIED MAIL 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 113H, 123H, 134H, 114H and 124H 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 <a href="http://www.emnrd.state.nm.us/ocd/">http://www.emnrd.state.nm.us/ocd/</a>.

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: https://www.emnrd.nm.gov/ocd/hearing-info/.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact 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

#### MRC - Simon Camamile 113H-114H, 123H-124H 134H wells Case No. 22991 Postal Delivery Report

			Т		Your item was picked up at the post office at 8:55 am on
9414811898765837848010 3MG Corporation	PO Box 7698	Tyler	TX	75711-7698	February 1, 2023 in TYLER, TX 75701.
5 12 102 205 07 05 00 7 0 100 20 0 1 por accor.	1.0.20%.7.030	1,1.0.	174	737117030	Your item was picked up at a postal facility at 8:03 am on
9414811898765837848416 Concho Oil & Gas LLC	600 W Illinois Ave	Midland	TX	79701-4882	January 31, 2023 in MIDLAND, TX 79701.
					Your item was picked up at the post office at 8:55 am on
9414811898765837848461 CWM 2000-B, LTD	PO Box 7698	Tyler	TX	75711-7698	February 1, 2023 in TYLER, TX 75701.
		, -			
					Your item was delivered to an individual at the address at
9414811898765837848409 Dastarac Inc.	2308 Sierra Vista Rd	Artesia	NM	88210-9409	12:26 pm on January 30, 2023 in ARTESIA, NM 88210.
					Your item was picked up at the post office at 2:31 pm on
9414811898765837848492 Don Grady	PO Box 30801	Albuquerque	NM	87190-0801	February 2, 2023 in ALBUQUERQUE, NM 87110.
					Your item has been delivered to the original sender at 2:37
9414811898765837848447 Duane Brown	1315 Marguette Pl NE	Albuquerque	NM	87106-4611	pm on February 9, 2023 in SANTA FE, NM 87501.
	·				
					Your item has been delivered to an agent for final delivery in
9414811898765837848485 EOG Resources, Inc.	1111 Bagby St Lbby 2	Houston	TX	77002-2589	HOUSTON, TX 77002 on February 3, 2023 at 3:14 pm.
	<u> </u>				Your item was refused by the addressee at 10:28 am on
					February 2, 2023 in SANTA FE, NM 87501 and is being
9414811898765837848430 Federal Abstract Company	PO Box 2288	Santa Fe	NM	87504-2288	returned to the sender.
					Your item was picked up at the post office at 9:52 am on
9414811898765837848478 Hope Royalties, LLC	PO Box 1326	Artesia	NM	88211-1326	January 30, 2023 in ARTESIA, NM 88210.
					Your item was delivered at 8:33 am on January 30, 2023 in
9414811898765837848553 Hutchings Oil Company	PO Box 1216	Albuquerque	NM	87103-1216	ALBUQUERQUE, NM 87103.
J ,					Your item was delivered at 2:14 pm on January 30, 2023 in
9414811898765837848560 Innoventions, Inc.	PO Box 40	Cedar Crest	NM	87008-0040	CEDAR CREST, NM 87008.
					Your item was picked up at the post office at 10:31 am on
9414811898765837848058 Allar Development, LLC	PO Box 1567	Graham	TX	76450-7567	February 3, 2023 in GRAHAM, TX 76450.
					Your item was picked up at the post office at 11:49 am on
9414811898765837848522 Jacks Peak, LLC	PO Box 294928	Kerrville	TX	78029-4928	February 3, 2023 in KERRVILLE, TX 78028.
					Your item was picked up at the post office at 10:29 am on
9414811898765837848508   Joel Miller and wife, Robin Mill	ler PO Box 357	Artesia	NM	88211-0357	January 30, 2023 in ARTESIA, NM 88210.
					Your item was picked up at the post office at 10:25 am on
9414811898765837848546 Judah Oil, LLC	PO Box 568	Artesia	NM	88211-0568	January 30, 2023 in ARTESIA, NM 88210.
					Your item was picked up at the post office at 11:57 am on
9414811898765837848584 Leonard Legacy Royalty, LLC	PO Box 3422	Midland	TX	79702-3422	February 2, 2023 in MIDLAND, TX 79701.
					Your item was picked up at the post office at 10:25 am on
9414811898765837848577 Levi Oil & Gas, LLC	PO Box 568	Artesia	NM	88211-0568	January 30, 2023 in ARTESIA, NM 88210.
					Your item was picked up at the post office at 4:02 pm on
9414811898765837847259 LML Properties, LLC	PO Box 3194	Boulder	со	80307-3194	January 31, 2023 in BOULDER, CO 80305.
					Your item was delivered to the front desk, reception area, or
					mail room at 2:07 pm on January 31, 2023 in ROSWELL, NM
9414811898765837847266 Markel Investments, LLC	605 W Country Club Rd	Roswell	NM	88201-5211	88201.
					Your item was picked up at the post office at 8:55 am on
9414811898765837847228 Mewbourne Development Cor	poration PO Box 7698	Tyler	TX	75711-7698	February 1, 2023 in TYLER, TX 75701.
					Your item was picked up at the post office at 8:55 am on
9414811898765837847204   Mewbourne Energy Partners 0	7-A, L.P. PO Box 7698	Tyler	TX	75711-7698	February 1, 2023 in TYLER, TX 75701.
					Your item was delivered to an individual at the address at
9414811898765837847297   Mewbourne Oil Company	500 W Texas Ave Ste 1020	Midland	TX	79701-4279	1:50 pm on January 30, 2023 in MIDLAND, TX 79701.

### MRC - Simon Camamile 113H-114H, 123H-124H 134H wells Case No. 22991 Postal Delivery Report

						Your item was delivered at 8:49 am on January 31, 2023 in
9414811898765837848065	Bane Bigbie and wife, Melanie Bigbie	PO Box 998	Ardmore	ОК	73402-0998	ARDMORE, OK 73402.
	, ,					
						Your item was delivered to an individual at the address at
9414811898765837847242	Mitchell Exploration, Inc.	6212 Homestead Blvd	Midland	TX	79707-5059	1:47 pm on January 30, 2023 in MIDLAND, TX 79707.
						Your item was picked up at a postal facility at 8:03 am on
9414811898765837847280	Mongoose Minerals LLC	600 W Illinois Ave	Midland	TX	79701-4882	January 31, 2023 in MIDLAND, TX 79701.
						,
						Your item was delivered to an individual at the address at
9414811898765837847235	Natalie V. Hanagan	1922 18th Ave W	Williston	ND	58801-2553	7:21 pm on February 8, 2023 in WILLISTON, ND 58801.
						Your item was delivered to an individual at the address at
9414811898765837847273	Nestegg Energy Corporation	2308 Sierra Vista Rd	Artesia	NM	88210-9409	12:25 pm on January 30, 2023 in ARTESIA, NM 88210.
						Your item was picked up at the post office at 11:01 am on
9414811898765837847815	New Mexico Oil Corporation	PO Box 1714	Roswell	NM	88202-1714	February 6, 2023 in ROSWELL, NM 88201.
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						Your item was delivered to an individual at the address at
9414811898765837847860	Occidental Permian Limited Partnership	PO Box 4294	Houston	TX	77210-4294	7:25 am on February 1, 2023 in HOUSTON, TX 77202.
						Your item has been delivered to an agent for final delivery in
9414811898765837847822	Oxy Y-1 Company	5 Greenway Plz Ste 110	Houston	TX	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
9414811898765837847808	Panhandle Properties LLC	PO Box 647	Artesia	NM	88211-0647	January 30, 2023 in ARTESIA, NM 88210.
						Your item was delivered at 8:21 am on January 31, 2023 in
9414811898765837847846	Premier Oil & Gas, Inc.	PO Box 837205	Richardson	TX	75083-7205	RICHARDSON, TX 75083.
						Your item was delivered to an individual at the address at
9414811898765837847884	Raye Miller and wife, Mary Miller	2308 Sierra Vista Rd	Artesia	NM	88210-9409	12:25 pm on January 30, 2023 in ARTESIA, NM 88210.
						Your item was delivered to an individual at the address at
9414811898765837848027	Barbe Development, LLC	121 W 3rd St	Roswell	NM	88201-4707	2:17 pm on January 30, 2023 in ROSWELL, NM 88201.
						Your item was picked up at the post office at 10:29 am on
9414811898765837847839	Regen Royalty Corp.	PO Box 210	Artesia	NM	88211-0210	January 30, 2023 in ARTESIA, NM 88210.
						Your item was picked up at the post office at 10:29 am on
9414811898765837847877	Regeneration Energy Corp.	PO Box 210	Artesia	NM	88211-0210	January 30, 2023 in ARTESIA, NM 88210.
						Your package will arrive later than expected, but is still on its
9414811898765837847716	Ronadero Company, Inc.	PO Box 746	Big Horn	WY	82833-0746	way. It is currently in transit to the next facility.
						Your item was picked up at the post office at 10:39 am on
9414811898765837847754	Sharbro Energy, LLC	PO Box 840	Artesia	NM	88211-0840	January 30, 2023 in ARTESIA, NM 88210.
						Your item was delivered to an individual at the address at
9414811898765837847761	Southwest Petroleum Land Services, LLC	1901 W 4th St	Roswell	NM	88201-1745	2:51 pm on January 30, 2023 in ROSWELL, NM 88201.
						Your item was picked up at a postal facility at 11:01 am on
9414811898765837847723	State of New Mexico	310 Old Santa Fe Trl	Santa Fe	NM	87501-2708	January 30, 2023 in SANTA FE, NM 87501.
						Your item was picked up at the post office at 2:37 pm on
9414811898765837847709	Stephen T. Mitchell	PO Box 2415	Midland	TX	79702-2415	February 9, 2023 in SANTA FE, NM 87501.
						Your item was picked up at the post office at 10:31 am on
9414811898765837847792	The Allar Company	PO Box 1567	Graham	TX	76450-7567	February 3, 2023 in GRAHAM, TX 76450.
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### MRC - Simon Camamile 113H-114H, 123H-124H 134H wells Case No. 22991 Postal Delivery Report

						Your item was picked up at the post office at 2:12 pm on
9414811898765837847785	William Miller	2306 Sierra Vista Rd	Artesia	NM	88210-9409	February 1, 2023 in ARTESIA, NM 88210.
						Your item was delivered to an individual at the address at
9414811898765837847730	Xplor Resources, LLC	1104 North Shore Dr	Carlsbad	NM	88220-4638	4:14 pm on January 30, 2023 in CARLSBAD, NM 88220.
						Your item was delivered to the front desk, reception area, or
						mail room at 12:06 pm on January 31, 2023 in SANTA FE,
9414811898765837848003	Bureau of Land Management	301 Dinosaur Trl	Santa Fe	NM	87508-1560	NM 87508.
						Your item was delivered to an individual at the address at
9414811898765837847778	XTO Permian Operating, LLC	22777 Springwoods Village Pkwy	Spring	TX	77389-1425	9:48 am on January 30, 2023 in SPRING, TX 77389.
						Your package will arrive later than expected, but is still on its
9414811898765837848096	CEP SPV I, LLC	1400 16th St Ste 400	Denver	СО	80202-5995	way. It is currently in transit to the next facility.
						Your item was delivered to an individual at the address at
9414811898765837848089	Charmar, LLC	4815 Vista Del Oso Ct NE	Albuquerque	NM	87109-2558	1:13 pm on January 30, 2023 in ALBUQUERQUE, NM 87109.
						Your item was delivered to an individual at the address at
9414811898765837848034	Cibola Land Corporation	1429 Central Ave. SW, Ste 3	Albuquerque	NM	87104	11:36 am on January 30, 2023 in ALBUQUERQUE, NM 87104
						Your item was picked up at a postal facility at 8:03 am on
9414811898765837848072	COG Operating LLC	600 W Illinois Ave	Midland	TX	79701-4882	January 31, 2023 in MIDLAND, TX 79701.

### Carlsbad Current Argus.

## Affidavit of Publication Ad # 0005575290 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,

State of WI, County of Brown

NOTARY PUBLIC

My commission expires

KATHLEEN ALLEN Notary Public State of Wisconsin

Ad # 0005575290 PO #: Case No. 22991 # of Affidavits: 1

This is not an invoice

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. F
Submitted by: Matador Production Company
Hearing Date: July 6, 2023
Case No. 22991

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

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. During the COVID-19 Public Health Emergency, state buildings are closed to the public and Division hearings will be conducted remotely. The public hearing for the following case will be electronic and conducted remotely. The hearing will be conducted on Thursday, February 16, 2023, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted below. The docket may be viewed at https://www.emnrd.nm.gov/ocd/hearing-info/ or obtained from Marlene Salvidrez, at Marlene.Salvidrez@emnrd.nm.gov. Documents filled in the case may be viewed at https://ocdimage.emnrd.nm.gov/lmaging/Default.aspx. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Marlene Salvidrez at Marlene.Salvidrez@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659-1779, no later than February 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 To: All interest owners subject to pooling proceedings and affected by the proposed non-standard spacing unit, including: 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; CWM 2000-B, LTD; Dastarac Inc.; Don Grady, his heirs and devisees; Duane Brown, his heirs and devisees; EOG Resources, Inc; Federal Abstract Company: Hopogenery: Long Powerlies LLC; Hutchings Oil Company: Innovenand devisees; EOG Resources, Inc; Federal Abstract Company; Hope Royalties, LLC; Hutchings Oil Company; Innoventions, Inc; Jack's Peak, 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 Exploration, Inc.; Mongoose Minerals LLC; Natalie V. Hanagan, her heirs and devisees; Nestegg Energy Corporation; New Mexico Oil Corporation; Occidental Permian Limited Partnership; Oxy Y-1 Company; Panhandle Properties LLC; Premier Oil & Gas, Inc.; Raye Miller and wife, Mary Miller, their heirs and devisees; Regen Royalty Corp.; Regeneration Energy Corp.; Ronadero Company, Inc.; Sharbro Energy, LLC; Southwest Petroleum Land Services, LLC; State of New Mexico; Stephen T. Mitchell, his heirs and devisees; The Allar Company; William Miller, his heirs and devisees; Xplor Resources, LLC; and XTO Permian Operating, LLC.

Case No. 22991: Application of Matador Production Company for Approval of an Non-standard Horizontal Well Spacing Unit and Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (a) approving a 780.84 acre, more or less, non-standard horizontal well spacing unit in the Bone Spring formation comprised of Lots 9-16 of irregular Sections 1 and 2, Township 21 South, Range 28 East, and Lots 11-14 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 S/2 N/2 of these irregular sections and will be initially dedicated to the following proposed wells:

following proposed wells:
o Simon Camamile 0206 Fed Com 113H and Simon
Camamile 0206 Fed Com 123H wells to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-S, R-

face location within Lot 13 of irregular Section 2, T-21-5, R-28-E to a proposed bottom hole location within Lot 11 of irregular Section 6, T-21-5, R-29-E.
o Simon Camamile 0206 Fed Com 134H to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-5, R-28-E to a proposed bottom hole location within Lot 11 of irregular Section 6, T-21-5, R-29-E.
o Simon Camamile 0206 Fed Com 114H and Simon Camamile 0206 Fed Com 124H wells to be drilled from a surface location within Lot 13 of irregular Section 2, T-21-5, R-29-E. To a proposed bottom hole location within Lot 14 of irregular Section 2, T-21-5, R-29-E. 28-E to a proposed bottom hole location within Lot 14 of ir-regular Section 6, T-21-S, R-29-E. Also to be considered will be the cost of drilling and com-

pleting the wells, the allocation of the cost thereof, the ac-

tual 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. #5575290, Current Argus, January 31, 2023