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

APPLICATION OF MRC PERMIAN COMPANY FOR APPROVAL OF AN OVERLAPPING HORIZONTAL WELL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 23751

NOTICE OF SUPPLEMENTAL EXHIBIT

MRC Permian Company, applicant in the above-referenced case, gives notice that it is filing the attached exhibit for acceptance into the record.

Supplemental Exhibit G is a copy of the notice that Matador sent to the working interest owners in the existing Eddy BD State #3 (30-015-38144), the working interest owners in Matador's proposed application, as well as the New Mexico State Land Office. Matador has not received written notice of any objection to the notice of overlapping spacing unit.

Respectfully submitted,

HOLLAND & HART LLP

Michael H. Feldewert

Adam G. Rankin

Julia Broggi

Pakhir

Paula M. Vance

Post Office Box 2208

Santa Fe, New Mexico 87504-2208

(505) 988-4421

(505) 983-6043 Facsimile

mfeldewert@hollandhart.com

agrankin@hollandhart.com

jbroggi@hollandhart.com

pmvance@hollandhart.com

ATTORNEYS FOR MRC PERMIAN COMPANY

CERTIFICATE OF SERVICE

I hereby certify that on September 5, 2023, I served a copy of the foregoing document to the following counsel of record via Electronic Mail to:

Dana S. Hardy
Jaclyn M. McLean
Hinkle Shanor, LLP
P.O. Box 2068
Santa Fe, NM 87504-2068
(505) 982-4554
dhardy@hinklelawfirm.com
jmclean@hinklelawfirm.com

Attorneys Permian Resources Operating, LLC

James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043
jimbruce487@gmail.com
jamesbruc@aol.com

Attorney Mewbourne Oil Company

Paula M. Vance

Pakhir

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

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

August 15, 2023

Re: Notice of Overlapping Spacing Unit Matador's Alyson 3332 Fed Com #202H

To Whom It May Concern:

Matador Production Company has proposed the above-referenced wells for the development of the Bone Spring formation under the S/2 N/2 of Section 33 and the S/2 NE/4 of Section 32, Township 20 South, Range 30 East, NMPM, Eddy County, New Mexico.

This letter is to advise you that this proposed development plan will require the formation of the 240 acre, more or less, spacing unit comprised of the S/2 N/2 of Section 33 and the S/2 NE/4 of Section 32, Township 20 South, Range 30 East, NMPM, Eddy County, New Mexico, which will initially be dedicated to:

(i) Matador's **Alyson 3332 Fed Com 202H** well to be horizontally drilled from a surface hole location in the NE/4 NE/4 (Unit A) of Section 33-T20S-R30E, with a first take point in the SE/4 NE/4 (Unit H) of Section 33 and a last take point in the SW/4 NE/4 (Unit G) of Section 32-T20S-R30E. This well is targeting the Wolfcamp A-XY of the Wolfcamp formation, with an approximate TVD of 10,065'.

Matador's proposed 240-acre spacing unit will overlap the following existing 40-acre spacing unit comprised of the SW/4 NE/4 (Unit G) of Section 32-T20S-R30E, which is currently dedicated to the following well:

(i) Matador Production Company's Eddy BD State #3 (30-015-38144), which is a vertical well with the surface hole location and bottom hole location located in the SW/4 NE/4 (Unit G) of Section 32-T20S-R30E. This well is targeting the Wolfcamp B of the Wolfcamp formation, with an approximate TVD of 10,110'; and

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,

Hawks Holder Landman for Matador Production Company 972-619-4336 hawks.holder@matadorresources.com

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Supplemental Exhibit No. G
Submitted by: MRC Permian Company Hearing
Date: September 7, 2023
Case No. 23751