BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING DECEMBER 7, 2023

CASE No. 23896

HUNEKE FED COM #138H WELL

LEA COUNTY, NEW MEXICO



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

APPLICATION OF MATADOR PRODUCTION TO EXTEND THE DRILLING DEADLINE UNDER ORDER R-22396 LEA COUNTY, NEW MEXICO.

CASE NO. 23896 ORDER NO. R-22396

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- Matador Exhibit B: Original Pooling Order
- Matador Exhibit C: Affidavit of David Johns, Landman
 - o Matador Exhibit C-1: Updated Pooling Exhibit
- Matador Exhibit D: Self-Affirmed Statement of Notice
- Matador Exhibit E: Affidavits of Publication

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

APPLICATION OF MATADOR PRODUCTION TO EXTEND THE DRILLING DEADLINE UNDER ORDER R-22396, LEA COUNTY, NEW MEXICO.

CASE NO. 23896

APPLICATION

Matador Production Company ("Matador" or "Applicant"), through its undersigned

attorneys, hereby files this application with the Oil Conservation Division to extend the drilling

deadline under compulsory pooling Order No. R-22396. In support of its application, Matador

states:

1. On November 22, 2022, the Division entered Order R-22396 in Case 22572 pooling

the Bone Spring formation underlying a standard 320-acre horizontal well spacing unit comprised

of the E2SE4 of Section 18, the E2E2 of Section 19, and the E2NE4 of Section 30,

Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Pooling

Order"). Matador is the designated operator under the Pooling Order and the pooled spacing unit

is initially dedicated to the proposed Huneke Fed Com 138H well.

2. As of the filing of this application, the drilling permit on file with the

Bureau of Land Management has not been approved.

3. Good cause exists to extend the deadline to commence drilling the initial

well under the Pooling Order.

WHEREFORE, Applicant requests that this application be set for hearing before an

Examiner of the Oil Conservation Division on November 2, 2023, and, after notice and hearing as

69: CF9 'H<9 'C=@7 CBG9 FJ5 H+CB'8 =J=G+CB' GUbHJ: YžBYk 'A YI]Wc 9I\ \VINBC"5 required by law, the Division enter an order extending until November 22, 2024, the deadline to commence drilling the initial well under the Pooling Order.

Respectfully submitted,

HOLLAND & HART LLP

Michael H. Feldewert

Adam G. Rankin

Paula M. Vance

Post Office Box 2208

Santa Fe, NM 87504

505-988-4421

505-983-6043 Facsimile

mfeldewert@hollandhart.com

a grank in @holl and hart.com

pmvance@hollandhart.com

ATTORNEYS FOR MATADOR PRODUCTION COMPANY

CASE ____:

Application of Matador Production Company to Extend the Drilling Deadline Under Order R-22396, Lea County, New Mexico. Applicant in the above-styled cause seeks an extension of time to drill the initial well under pooling Order No. R-22396. This Order pooled the Bone Spring formation underlying a standard 320-acre horizontal well spacing unit comprised of the E2SE4 of Section 18, the E2E2 of Section 19, and the E2NE4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Matador is the designated operator under the pooling order and the pooled spacing unit is initially dedicated to the proposed Huneke Fed Com 138H well. Said area is located 13 miles southeast of Malaga, New Mexico.

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BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico Page 6 of 27
Exhibit No. B

Submitted by: Matador Production Company Hearing Date: December 7, 2023

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

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

CASE NO. 22572 **ORDER NO.** R-22396

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on August 18, 2022, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

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

CONCLUSIONS OF LAW

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

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

ORDER

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

CASE NO. 22572 ORDER NO. R-22396

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

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

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

DIRECTOR AES/jag

Date: 11/22/2022

Exhibit A

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COMPULSORY POOLING APPLICA	ATION CHECKLIST					
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS						
Case: 22572 APPLICANT'S RESPONSE						
Date	May 19, 2022					
Applicant	Matador Production Company					
Designated Operator & OGRID (affiliation if applicable)	OGRID No. 228937					
Applicant's Counsel:	Holland & Hart LLP					
Case Title:	APPLICATION OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.					
Entries of Appearance/Intervenors:	ConocoPhillips and Burlington Resources Oil & Gas Company, LP					
Well Family	Huneke Fed Com					
Formation/Pool						
Formation Name(s) or Vertical Extent:	Bone Spring Formation					
Primary Product (Oil or Gas):	Oil					
Pooling this vertical extent:	N/A					
Pool Name and Pool Code:	WC-025 G-08 S253534O; Bone Spring (97088)					
Well Location Setback Rules:	Statewide oil rules					
Spacing Unit Size:	320 acres					
Spacing Unit						
Type (Horizontal/Vertical)	Horizontal					
Size (Acres)	320					
Building Blocks:	40 acres					
Orientation:	South-North					
Description: TRS/County	E/2 SE/4 of Section 18, the E/2 E/2 of Section 19, and the E/2 NE/4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico.					
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes					
Other Situations						
Depth Severance: Y/N. If yes, description	No					
Proximity Tracts: If yes, description	No					
Proximity Defining Well: if yes, description	N/A					
Applicant's Ownership in Each Tract	See Exhibit C-3					
Well(s) Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)						

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Well #1	Huneke Fed Com #138H well SHL: NW/4 SE/4 (Unit J) of Section 30 BHL: NE/4 SE/4 (Unit I) of Section 18 Target: Bone Spring Orientation: South-North Completion: Standard Location
Well #3	
Horizontal Well First and Last Take Points	Exhibit C-1
Completion Target (Formation, TVD and MD)	Exhibit C-4
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-2
Tract List (including lease numbers and owners)	Exhibit C-2
Pooled Parties (including ownership type)	Exhibit C-3
Unlocatable Parties to be Pooled	N/A
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit C-4
List of Interest Owners (ie Exhibit A of JOA)	Exhibit C-3
Chronology of Contact with Non-Joined Working Interests	Exhibit C-5
Overhead Rates In Proposal Letter	Exhibit C-4
Cost Estimate to Drill and Complete	Exhibit C-4
Cost Estimate to Equip Well	Exhibit C-4
Cost Estimate for Production Facilities	Exhibit C-4
Geology	
Summary (including special considerations)	Exhibit D
Eglacing to Amerina 118/2022 8:02:52 AM	Exhibit D-1

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Gunbarrel/Lateral Trajectory Schematic	N/A
Well Orientation (with rationale)	Exhibit D
Target Formation	Exhibit D
HSU Cross Section	Exhibit D-3
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit C-1
Tracts	Exhibit C-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit C-3
General Location Map (including basin)	Exhibit D-1
Well Bore Location Map	Exhibit D-1
Structure Contour Map - Subsea Depth	Exhibit D-2
Cross Section Location Map (including wells)	Exhibit D-2
Cross Section (including Landing Zone)	Exhibit D-3
Additional Information	
Special Provisions/Stipulations	N/A
CERTIFICATION: I hereby certify that the information pr	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Adam G. Rankin
Signed Name (Attorney or Party Representative):	
Date:	19-May-22

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

APPLICATION OF MATADOR PRODUCTION TO EXTEND THE DRILLING DEADLINE UNDER ORDER R-22396, LEA COUNTY, NEW MEXICO.

CASE NO. 23896 ORDER NO. R-22396

AFFIDAVIT OF DAVID JOHNS

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

1. My name is David Johns. I work 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

("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 record.

3. 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.

4. On November 22, 2022, the Division entered Order No. R-22396 ("Pooling Order")

in Case No. 22572 pooling the uncommitted interests in the Bone Spring formation (WC-025 G-

08 S253534O; Bone Spring [97088]) underlying a standard 320-acre, more or less, horizontal

spacing unit comprised of the E/2 SE/4 of Section 18, the E/2 E/2 of Section 19, and the E/2 NE/4

of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Matador is

the designated operator under the Pooling Order and the pooled spacing unit is initially dedicated

1

to the proposed **Huneke Fed Com 138H** well (API No. 30-025-PENDING).

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Exhibit No. C

Submitted by: Matador Production Company Hearing Date: December 7, 2023

Case No. 23896

- 5. Matador is eager to develop this acreage and has previously filed its application for a federal APD for the initial well in October 2021. Matador has been unable to drill the initial well yet because our federal APD has not been approved. We understand the permit approval was delayed after third-party litigation was initiated against the Bureau of Land Management regarding certain of its permitting approval processes. We understand the Bureau of Land Management now has a process in place for the review and approval of the drilling permits that were implicated in the litigation and we are optimistic that we will receive an approved drilling permit during the requested extension period of the pooling order.
- 6. Once Matador's previously filed federal APD is approved, Matador intends to promptly drill the initial well under the order. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until November 22, 2024.
- 7. **Matador Exhibit C-1** is an updated copy of the pooling exhibit from Case No. 22572. The changes to the previous list of pooled parties are based on the following: (i) ZPZ Delaware I LLC now owns Apache Corporation's interest, (ii) the prior interests of Laralee Palifini and Susan Marie Swanhart Connor Owners are now owned by Gulf Coast Western, LLC, (iii) the interests of Angela Trapp Furham (successor Trustee of the Renaissance Revocable Trust) and K.T. Graham, LLC are now leased to Rockwood Resources, LLC, and (iv) the interest owned by Maverick Development, LLC is now leased to Franklin Mountain Energy, LLC. In addition, Afton Lea Gille has now signed the joint operating agreement and is no longer subject to the pooling order.
- 8. None of the working interest owners that remain subject to these pooling orders have been asked at this time to make an election on the applicable well, or to pay their estimated share of the costs to drill, complete and equip the applicable well.

- 9. The granting of this application will prevent waster and protect correlative rights.
- 10. **Matador Exhibit C-1** was either prepared by me or compiled under my direction and supervision.

FURTHER AFFIANT SAYETH NAUGHT.

DAVID JOHNS

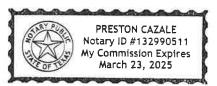
STATE OF TEXAS)
COUNTY OF DALLAS)

SUBSCRIBED and SWORN to before me this 4th day of December 2023 by David Johns.

NOTARY PUBLIC

My Commission Expires:

3/23/2025



H	luneke Fed Com #138H (Slot 4- BSP)			
Summary of Interests					
Matador Working Interest		91.044%			
Voluntary Joinder		1.592%	1.592%		
Anticipated Voluntary Joir	nder	0.001%	0.001%		
Compulsory Pool Interest		7.364%			
Interest Owners:	Description:	Tract:	Interest:		
ZPZ Delaware I LLC*	Uncommitted Mineral Interest	1	3.128%		
Gulf Coast Western, LLC*	Uncommitted Working Interest	2	3.125%		
Rockwood Resources,* LLC	Uncommitted Working Interest	2	0.781%		
Royalty Holding* Company	Uncommitted Mineral Interest	2	0.260%		
Jeff Martin and wife,* Karen Martin as joint tenants	Uncommitted Mineral Interest	2	0.028%		
Roy D. Benningfield,* Trustee of the Roy D. Binningfield Family Revocable Trust dated 9/16/1996	Uncommitted Mineral Interest	2	0.028%		
Franklin Mountain* Energy, LLC	Uncommitted Working Interest	2	0.014%		
John & Theresa Hillman* Family Properties, LP	NPRI	1			
Manix Royalty, Ltd.*	NPRI	1			

^{*}Matador is sekking to force pool the interets of each party denoted with an *.



Michael H. Feldewert Partner Phone (505) 988-4421 mfeldewert@hollandhart.com

October 13, 2023

VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS THAT REMAIN SUBJECT TO POOLING ORDER

Re: Application of Matador Production Company to Extend the Drilling Deadline Under Order R-22396, Lea County, New Mexico: *Huneke Fed Com 138H*

Ladies & Gentlemen:

This letter is to advise you that Matador Production Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on November 2, 2023, and the status of the hearing can be monitored through the Division's website at https://www.emnrd.nm.gov/ocd/.

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 David Johns at (972) 619-1259 or at djohns@matadorresources.com.

Sincerely,

Michael H. Feldewert

ATTORNEY FOR MRC PERMIAN 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: 505.983.6043 www.hollandhart.com

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



Michael H. Feldewert Partner Phone (505) 988-4421 mfeldewert@hollandhart.com

November 17, 2023

VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS THAT REMAIN SUBJECT TO POOLING ORDER

Re: Application of Matador Production Company to Extend the Drilling Deadline Under Order R-22396, Lea County, New Mexico: *Huneke Fed Com 138H*

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 December 7, 2023, and the status of the hearing can be monitored through the Division's website at https://www.emnrd.nm.gov/ocd/.

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

If you have any questions about this matter, please contact David Johns at (972) 619-1259 or at djohns@matadorresources.com.

Sincerely,

Michael H. Feldewert

ATTORNEY FOR MRC PERMIAN 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: 505.983.6043 www.hollandhart.com

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

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

APPLICATION OF MATADOR PRODUCTION TO EXTEND THE DRILLING DEADLINE UNDER ORDER R-22396 LEA COUNTY, NEW MEXICO.

CASE NO. 23896 ORDER NO. R-22396

SELF-AFFIRMED STATEMENT OF
PAULA M. VANCE

1. I am attorney in fact and authorized representative of Matador Production Company

("Matador"), the Applicant herein. I have personal knowledge of the matter addressed herein and

am competent to provide this self-affirmed statement.

2. The above-referenced application and notice of the hearing on this extension

application was sent by certified mail to the locatable affected parties on the date set forth in the

letters attached hereto.

3. The spreadsheets attached hereto contain the names of the parties to whom notice

was provided.

4. The spreadsheet attached hereto contains the information provided by the United

States Postal Service on the status of the delivery of the notice letters as of December 4, 2023.

5. I caused a notice to be published to all parties subject to this extension proceeding.

Affidavits of publication from the publication's legal clerk with a copy of the notices of publication

are attached herein.

6. I affirm under penalty of perjury under the laws of the State of New Mexico that

the foregoing statements are true and correct. I understand that this self-affirmed statement will be

used as written testimony in this case. This statement is made on the date next to my signature

below.

69: CF9 'H<9 'C=@7 CBG9FJ5 H+CB'8 =J=G+CB' GUbHJ: YžBYk 'A YI]W: 9I\]V]hBc"8 Gi Va]HhYX'Vm'A UHUXcf'DfcXi W¶cb'7 ca dUbmi Paula M. Vance

12/5/2023

Date

MRC - Huneke 138H and 214H wells - Case nos. 23896-23989 Postal Delivery Report - October Mailing

						Your package will arrive later than
						expected, but is still on its way. It
						is currently in transit to the next
9414811898765492400899	ZPZ Delaware I LLC	2000 Post Oak Blvd Ste 100	Houston	TX	77056-4497	facility.
						Your item has been delivered to
						the original sender at 10:11 am on
						October 19, 2023 in SANTA FE,
9414811898765492400950	Charles E. Barnhart,	PO Box 1849	Albuquerque	NM	87103-1849	NM 87501.
						Your item has been delivered to
						the original sender at 10:11 am on
	T.G. Cornish, whose marital status is					October 19, 2023 in SANTA FE,
9414811898765492400967	unknown whose marital status is unknown	PO Box 1849	Albuquerque	NM	87103-1849	NM 87501.
						Your item was picked up at a
						postal facility at 2:09 pm on
						November 16, 2023 in SANTA FE,
9414811898765492400929	Janeen Scott, as her separate property	PO Box 33	Scio	ОН	43988-0033	
						Your package will arrive later than
						expected, but is still on its way. It
						is currently in transit to the next
9414811898765492400905	Luann Youngman, as her separate property	12374 Lawndell St SW	Beach City	ОН	44608-9771	,
						Your item has been delivered to
						the original sender at 2:09 pm on
						November 16, 2023 in SANTA FE,
9414811898765492400998	DMA, Inc.	PO Box 1496	Roswell	NM	88202-1496	
						Your item was delivered to an
						individual at the address at 1:31
						pm on October 16, 2023 in
9414811898765492400981	Charmar, LLC	4815 Vista Del Oso Ct NE	Albuquerque	NM	87109-2558	ALBUQUERQUE, NM 87109.
						Your item was delivered to an
						individual at the address at 4:13
	Richard C. Deason, whose marital status is					pm on October 20, 2023 in LOS
9414811898765492400974	unknown	1301 Havenhurst Dr Apt 217	West Hollywood	CA	90046-4546	ANGELES, CA 90046.
						Your item has been delivered to
						the original sender at 9:13 am on
	Thomas D. Deason, whose marital status is		l			November 9, 2023 in SANTA FE,
9414811898765492400615	unknown	6402 Cr 7240	Lubbock	TX	79424	NM 87501.
						Your item was delivered to an
	Ronald H. Mayer, Trustee of the Ronald H					individual at the address at 10:47
	Mayer and Martha M Mayer Revocable					am on November 15, 2023 in
9414811898765492400653	Trust dated March 19, 1990	PO Box 2391	Roswell	NM	88202-2391	ROSWELL, NM 88201.

MRC - Huneke 138H and 214H wells - Case nos. 23896-23989 Postal Delivery Report - October Mailing

				Т	T	
						Your item was picked up at the
						post office at 1:16 pm on October
9414811898765492400622	SAP, LLC	4901 Whitney Ln	Roswell	NM	88203-9002	19, 2023 in ROSWELL, NM 88201.
						Your item was delivered to the
						front desk, reception area, or mail
						room at 4:17 pm on October 17,
9414811898765492400844	Gulf Coast Western LLC	14160 Dallas Pkwy Fl 5	Dallas	TX	75254-4310	2023 in DALLAS, TX 75254.
3414011030703432400044	dui coust western, Lee	14100 Dallas FRWy 113	Dallas	17	73234-4313	Your item was picked up at the
	Robert N. Enfield, Trustee of the Robert N.					post office at 10:11 am on
	Enfield Revocable Trust dated March 16,					October 19, 2023 in SANTA FE,
9414811898765492400608	,	PO Box 2431	Santa Fe	NM	87504-2431	'
3414811838703432400008	1999	FO BOX 2431	Santare	INIVI	87304-2431	Your item was picked up at the
						post office at 2:27 pm on
	lice NA Fusicald Touches of the Lice NA Fusicald					1
0.44.4.04.4.0007.55.4.03.4.005.04	Lisa M. Enfield, Trustee of the Lisa M. Enfield	465.6			07505 2022	November 6, 2023 in SANTA FE,
9414811898765492400691	Trust dated January 23, 2015	465 Camino Manzano	Santa Fe	NM	87505-2833	
						Your item has been delivered to
						the original sender at 10:09 am on
						November 2, 2023 in SANTA FE,
9414811898765492400646	MLE, LLC	1211 W Muirlands Dr	La Jolla	CA	92037-5506	
						Your package will arrive later than
						expected, but is still on its way. It
						is currently in transit to the next
9414811898765492400684	Bryan Bell Family LLC	213 20th St	New Orleans	LA	70124-1235	facility.
						Your item was delivered at 9:57
	John & Theresa Hillman Family Properties,					am on October 30, 2023 in
9414811898765492400837	LP	PO Box 50187	Midland	TX	79710-0187	MIDLAND, TX 79705.
						Your item arrived at the SANTA
						FE, NM 87501 post office at 9:18
						am on November 21, 2023 and is
9414811898765492400875	Manix Royalty, Ltd.	PO Box 2818	Midland	TX	79702-2818	ready for pickup.
						Your item has been delivered to
						the original sender at 10:09 am on
						November 2, 2023 in SANTA FE,
9414811898765492400752	Special Exploration, LLC	1801 Avenue I	Eunice	NM	88231	NM 87501.
						Your item was delivered to an
						individual at the address at 1:47
						pm on October 16, 2023 in
9414811898765492400769	The McDaniel Company, Inc.	12900 Preston Rd Ste 415	Dallas	TX	75230-1353	DALLAS, TX 75230.

Received by OCD: 12/5/2023 3:40:50 PM

MRC - Huneke 138H and 214H wells - Case nos. 23896-23989 Postal Delivery Report - October Mailing

						Your item was delivered to an
						individual at the address at 10:48
						am on October 16, 2023 in
9414811898765492400790	Marjam Energy, LLC Texas	8150 N Central Expy Ste 1525	Dallas	TX	75206-1852	DALLAS, TX 75206.
						Your item was delivered to an
						individual at the address at 3:05
						pm on October 17, 2023 in
9414811898765492400745	Milagro Resources, LP	415 W Wall St Ste 1118	Midland	TX	79701-4439	MIDLAND, TX 79701.
						Your item has been delivered to
						the original sender at 10:11 am on
	G.W. Hannett, whose marital status is					October 19, 2023 in SANTA FE,
9414811898765492400738	unknown	PO Box 1849	Albuquerque	NM	87103-1849	NM 87501.

MRC - Huneke 137H and 213H wells, Case nos. 23896 and 23898 Postal Delivery Report - November Mailing

9414811898765498386432	Rockwood Resources, LLC	PO Box 2250	Sulphur Springs	TX	75483-2250	Your item was picked up at the post office at 1:40 pm on November 30, 2023 in SULPHUR SPRINGS, TX 75482.
9414811898765498386517	Royalty Holding Company	3535 NW 58th St Ste 720	Oklahoma City	ОК	73112-4802	Your item was delivered to the front desk, reception area, or mail room at 10:57 am on November 24, 2023 in OKLAHOMA CITY, OK 73112.
0414911909765409296562	Jeff Martin and wife, Karen Martin as	DR 1 Poy COR	Faster	OK	72424 0642	Your item arrived at the SANTA FE, NM 87504 post office at 8:53 am on December 1, 2023 and is ready for
9414811898765498386562 9414811898765498386500	Roy D. Benningfield, Trustee of the Roy D. Binningfield Family Revocable Trust dated 9/16/1996	RR 1 Box 90B	Foster Maysville	ОК	73434-9643	Your item arrived at the SANTA FE, NM 87504 post office at 8:53 am on December 1, 2023 and is ready for pickup.
9414811898765498386548	Franklin Mountain Energy, LLC	44 Cook St Ste 1000	Denver	со		Your item was delivered to the front desk, reception area, or mail room at 1:41 pm on November 20, 2023 in DENVER, CO 80206.

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated October 15, 2023 and ending with the issue dated October 15, 2023.

Publisher

Sworn and subscribed to before me this 15th day of October 2023.

Business Manager

My commission expires

January 29, 2027 (Seal) STATE OF NE

STATE OF NEW MEXICO

NOTARY PUBLIC

GUSSIE RUTH BLACK

COMMISSION # 1087526

COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

LEGAL NOTICE October 15, 2023

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 cases. The hearings will be conducted remotely on Thursday, November 2, 2023, beginning at 8:15 a.m. To participate in the hearings, 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 filed in these cases 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 October 22, 2023.

Persons may view and participate in the hearings through the following link: https://nmemnrd.webex.com/nmemnrd/j.php?MTID=m2782857f226867528004f8 664692193a

Webinar number: 2480 928 8744

Join by video system: 24809288744@nmemnrd.webex.com You can also dial 173.243.2.68 and enter your webinar number

Join by phone: 1-844-992-4726 United States Toll Free +1-408-418-9388 United States Toll

Access code: 2480 928 8744
Panellst password: gVU2PbUBJ68 (48827282 from phones and video systems)

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 affected Interest owners, including: ZPZ Delaware I LLC; Gulf Coast Western, LLC; John & Theresa Hillman Family Properties, LP; Manix Royalty, Ltd.; Special Exploration, LLC; The McDaniel Company, Inc.; Marjam Energy, LLC (Texas); Milagro Resources, LP; G.W. Hannett, whose marital status is unknown, his or her heirs and devisees; Charles E. Barnhart, whose marital status is unknown, his heirs and devisees; T.G. Cornish, whose marital status is unknown, his or her heirs and devisees; Janeen Scott, as her separate property, her heirs and devisees; Luann Youngman, as her separate property, her heirs and devisees; DMA, Inc.; Charmar, LLC; Richard C. Deason, whose marital status is unknown, his heirs and devisees; Thomas D. Deason, whose marital status is unknown, his heirs and devisees; Ronald H. Mayer, Trustee of the Ronald H. Mayer and Martha M. Mayer Revocable Trust dated March 19, 1990; SAP, LLC; Robert N. Enfield, Trustee of the Robert N. Enfield Trust dated March 16, 1999; Lisa M. Enfield, Trustee of the Lisa M. Enfield Trust dated January 23, 2015; MLE, LLC; and Bryan Bell Family LLC.

Case No. 23896: Application of Matador Production Company to Extend the Drilling Deadline Under Order R-22396, Lea County, New Mexico. Applicant in the above-styled cause seeks an extension of time to drill the initial well under pooling Order No. R-22396. This Order pooled the Bone Spring formation underlying a standard 320-acre horizontal well spacing unit comprised of the E2SE4 of Section 18, the E2SE2 of Section 19, and the E2NE4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Matador is the designated operator under the pooling order and the pooled spacing unit is initially dedicated to the proposed Huneke Fed Com 138H well. Said area is located 13 miles southeast of Malaga, New Mexico.

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

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STATE OF NEW MEXICO COUNTY OF LEA

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> Beginning with the issue dated November 23, 2023 and ending with the issue dated November 23, 2023.

Publisher

Sworn and subscribed to before me this 23rd day of November 2023.

Business Manager

My commission expires

January 29, 2027

(Seal) STATE OF NEW MEXICO
NOTARY PUBLIC
GUSSIE RUTH BLACK
COMMISSION # 1087526
COMMISSION EXPIRES 01/29/2027

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said publication has been made.

LEGAL NOTICE November 23, 2023

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 cases. The hearings will be conducted remotely on Thursday, December 7, 2023, beginning at 8:15 a.m. To participate in the hearings, see the instructions posted below. The docket may be viewed at https://www.emnrd.nm.gov/ocd/hearing-info/ or obtained from Sheila Apodaca, at Sheila.Apodaca@emnrd.nm.gov. Documents filed in these cases may be viewed at https://ocdimage.emnrd.nm.gov/imaging/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 Sheila Apodaca at Sheila.Apodaca@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659-1779, no later than November 27, 2023.

Persons may view and participate in the hearings through the following link: https://nmemnrd.webex.com/nmemnrd/j.php?MTID=m8e2efa70128b8314f91bf0 542ac8df6c

Webinar number: 2497 742 0771

Join by video system: 24977420771@nmemnrd.webex.com You can also dial 173.243.2.68 and enter your webinar number

Join by phone: 1-844-992-4726 United States Toll Free +1-408-418-9388 United States Toll

Access code: 2497 742 0771

Panelist password: b2WcDzPFe47 (22923973 from phones and video systems)

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 affected interest owners, including: Rockwood Resources, LLC; Royalty Holding Company; Jeff Martin and wife, Karen Martin as joint tenants, their heirs and devisees; Roy D. Benningfield, Trustee of the Roy D. Binningfield Family Revocable Trust dated 9/16/1996, and Franklin Mountain Energy, LLC.

Case No. 23896: Application of Matador Production Company to Extend the Drilling Deadline Under Order R-22396, Lea County, New Mexico. Applicant in the above-styled cause seeks an extension of time to drill the initial well under pooling Order No. R-22396. This Order pooled the Bone Spring formation underlying a standard 320-acre horizontal well spacing unit comprised of the E2SE4 of Section 18, the E2E2 of Section 19, and the E2NE4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Matador is the designated operator under the pooling order and the pooled spacing unit is initially dedicated to the proposed Huneke Fed Com 138H well. Said area is located 13 miles southeast of Malaga, New Mexico.

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