# BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING DECEMBER 7, 2023

**CASE No. 24012** 

CHARLES LING WC 222H WELL

### **LEA COUNTY, NEW MEXICO**



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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

**CASE NO. 24012** 

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# COMPULSORY POOLING APPLICATION CHECKLIST

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

| Case: 24012  | APPLICANT'S RESPONSE   |
|--|--|
| Date   | December 7, 2023   |
| Applicant  | MRC Permian Company  |
| Designated Operator & OGRID (affiliation if applicable)  | Matador Production Company (OGRID No. 228937)  |
| Applicant's Counsel:   | Holland & Hart LLP   |
| Case Title:  | APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.   |
| Entries of Appearance/Intervenors:   |  |
| Well Family  | Charles Ling   |
| Formation/Pool   |  |
| Formation Name(s) or Vertical Extent:  | Wolfcamp Formation   |
| Primary Product (Oil or Gas):  | Oil  |
| Pooling this vertical extent:  | Limited in depth to the correlative stratigraphic interval from 12,412' MD as shown in the Dual Laterolog of the Stevens 11 #1 well (API No. 30-025-34246) to the base of the WC-025 G-09 S243310P; Upper Wolfcamp Oil Pool [98135]. |
| Pool Name and Pool Code:   | WC-025 G-09 S243310P; Upper Wolfcamp [98135]   |
| Well Location Setback Rules:   | Statewide oil rules  |
| Spacing Unit   |  |
| Type (Horizontal/Vertical)   | Horizontal   |
| Size (Acres)   | 319.85   |
| Building Blocks:   | 40 acres   |
| Orientation:   | North-South  |
| Description: TRS/County  | Lot 3, SE4NW4, and the E2SW4 (E2W2 equivalent) of irregular Section 2, and the E2W2 of Section 11, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico  |
| Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in this application? | Yes  |
| Other Situations   |  |
| Depth Severance: Y/N. If yes, description  | Yes; ownership depth severence at the correlative stratigraphic interval of 12,412' MD as shown in the Dual Laterolog of the Stevens 11 #1 well (API No. 30-025-34246)   |
| Proximity Tracts: If yes, description  | No   |
| Proximity Defining Well: if yes, description   | N/A  |
| Applicant's Ownership in Each Tract Released to Imaging: 12/5/2023 2:19:20 PM  | Exhibit A-4  |

| Received by OCD: 12/5/2023 2:16:31 PM  | Page 4   |
|--|--|
| Well(s)  |  |
| Name & API (if assigned), surface and bottom hole location,                              | Add wells as needed  |
| footages, completion target, orientation, completion status                              |  |
| (standard or non-standard) Well #1   | Charles Ling 0211 Fed Com 222H well  |
| Weil#1   | Charles Ling 0211 Fed Com 222H well SHL: 350' FNL, 1,860' FWL (Lot 3) of Section 2 |
|  | BHL: 60' FSL, 2,307' FWL (Unit N) of Section 11                                    |
|  | Target: Wolfcamp   |
|  | Orientation: North-South   |
|  | Completion: Standard Location  |
| Horizontal Well First and Last Take Points   | Exhibit A-2  |
| Completion Target (Formation, TVD and MD)  | Exhibit A-5  |
| AFE Capex and Operating Costs  |  |
| Drilling Supervision/Month \$  | \$8,000  |
| Production Supervision/Month \$  | \$800  |
| Justification for Supervision Costs  | Exhibit A  |
| Requested Risk Charge  | 200%   |
| Notice of Hearing  |  |
| Proposed Notice of Hearing   | See Application  |
| Proof of Mailed Notice of Hearing (20 days before hearing)                               | Exhibit C  |
| Proof of Published Notice of Hearing (10 days before hearing)                            | Exhibit D  |
| Ownership Determination  |  |
| Land Ownership Schematic of the Spacing Unit   | Exhibit A-3  |
| Tract List (including lease numbers and owners)  | Exhibit A-3  |
| If approval of Non-Standard Spacing Unit is requested, Tract                             |  |
| List (including lease numbers and owners) of Tracts subject to notice requirements.      | N/A  |
| ·  |  |
| Pooled Parties (including ownership type)  | Exhibit A-4  |
| Unlocatable Parties to be Pooled Ownership Depth Severance (including percentage above & | N/A  |
| below)   | Exhibit A  |
| Joinder  |  |
| Sample Copy of Proposal Letter   | Exhibit A-5  |
| List of Interest Owners (ie Exhibit A of JOA)  | Exhibit A-4  |
| Chronology of Contact with Non-Joined Working Interests                                  | Exhibit A-6  |
| Overhead Rates In Proposal Letter  | Exhibit A-5  |
| Cost Estimate to Drill and Complete  | Exhibit A-5  |
| Cost Estimate to Equip Well  | Exhibit A-5  |
| Cost Estimate for Production Facilities  | Exhibit A-5  |
| Geology  |  |
| Summary (including special considerations)   | Exhibit B  |
| Released to Imaging: 12/5/2023 2:19:20 PM<br>Spacing Unit Schematic                      | Exhibit B-1  |

| Received by OCD. 12/3/2023 2.10.31 1 M                  | 1025  |
|---|---|
| Gunbarrel/Lateral Trajectory Schematic                  | N/A   |
| Well Orientation (with rationale)                       | Exhibit B   |
| Target Formation  | Exhibit B, B-3                                      |
| HSU Cross Section                                       | Exhibit B-2   |
| Depth Severance Discussion                              | Exhibit A   |
| Forms, Figures and Tables                               |   |
| C-102   | Exhibit A-2   |
| Tracts  | Exhibit A-3   |
| Summary of Interests, Unit Recapitulation (Tracts)      | Exhibit A-4   |
| General Location Map (including basin)                  | Exhibit B-1   |
| Well Bore Location Map                                  | Exhibit B-1   |
| Structure Contour Map - Subsea Depth                    | Exhibit B-2   |
| Cross Section Location Map (including wells)            | Exhibit B-3   |
| Cross Section (including Landing Zone)                  | Exhibit B-3   |
| Additional Information                                  |   |
| Special Provisions/Stipulations                         | N/A   |
| CERTIFICATION: I hereby certify that the information pr | rovided in this checklist is complete and accurate. |
| Printed Name (Attorney or Party Representative):        | Michael H. Feldewert                                |
| Signed Name (Attorney or Party Representative):         | Jahal & Fellerers                                   |
| Date:   | 12/5/2023   |

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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. <u>24012</u>

#### **APPLICATION**

MRC Permian Company ("MRC" or "Applicant"), through undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling a standard 319.85-acre, more or less, horizontal well spacing unit in an interval of the Wolfcamp formation underlying Lot 3, SE4NW4, and the E2SW4 of Section 2, and the E2W2 of Section 11, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico. In support of its application, MRC states:

- 1. Applicant is a working interest owner in the proposed horizontal well spacing unit and has the right to drill thereon.
- 2. Applicant seeks to designate Matador Production Company (OGRID No. 228937) as the operator of the proposed horizontal well spacing unit.
- 3. Applicant seeks to pool all uncommitted mineral interests in the correlative stratigraphic interval from 12,412' MD as shown in the Dual Laterolog of the Stevens 11 #1 well (API No. 30-025-34246) to the base of the WC-025 G-09 S243310P; Upper Wolfcamp Oil Pool [98135].
- 4. Applicant seeks to initially dedicate the above-referenced horizontal well spacing unit to the proposed **Charles Ling Fed Com 222H** well, to be horizontally drilled from a surface

location in the NE4NW4 equivalent (Lot 3) of Section 2 to a bottom hole location in the SE4SW4 (Unit N) of Section 11.

- 5. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject spacing unit.
- 6. The pooling of interests will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on December 7, 2023, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted interests in the proposed horizontal well spacing unit;
- B. Designating Matador Production Company as operator of this horizontal well spacing unit and the wells to be drilled thereon;
- C. Authorizing Applicant to recover its costs of drilling, completing, and equipping 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 Applicant 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** 

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

agrankin@hollandhart.com

pmvance@hollandhart.com

ATTORNEYS FOR MRC PERMIAN COMPANY

CASE :

Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling a standard 319.85-acre, more or less, horizontal well spacing unit in an interval of the Wolfcamp formation underlying Lot 3, SE4NW4, and the E2SW4 of Section 2, and the E2W2 of Section 11, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico. Applicant seeks to pool the correlative stratigraphic interval from 12,412' MD as shown in the Dual Laterolog of the Stevens 11 #1 well (API No. 30-025-34246) to the base of the WC-025 G-09 S243310P; Upper Wolfcamp Oil Pool [98135]. Said unit will be initially dedicated to the proposed Charles Ling Fed Com 222H well, to be horizontally drilled from a surface location in the NE4NW4 equivalent (Lot 3) of Section 2 to a bottom hole location in the SE4SW4 (Unit N) of Section 11. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 22 miles northwest of Jal, New Mexico.

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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

**CASE NO. 24012** 

SELF-AFFIRMED STATEMENT OF NICK WEEKS, LANDMAN

1. My name is Nick Weeks. I work for MRC Energy Company, an affiliate of MRC

Permian Company ("MRC"), as a Landman.

2. I have previously testified before the New Mexico Oil Conservation Division as an

expert witness in petroleum land matters. My credentials as a petroleum landman have been

accepted by the Division and made a matter of public record.

3. I am familiar with the application filed by MRC in this case, and I am familiar with

the status of the lands in the subject area.

4. MRC seeks to an order pooling a standard 319.85-acre, more or less,

overlapping horizontal well spacing unit in a limited interval of the Wolfcamp formation

underlying Lot 3, SE4NW4, and the E2SW4 (E2W2 equivalent) of irregular Section 2,

and the E2W2 of Section 11 to be initially dedicated to the proposed Charles Ling Fed

Com 222H, a horizontal well to be drilled from a surface location in the NE4NW4 (Unit

C) of Section 2 to a bottom hole location in the SE4SW4 (Unit N) of Section 11.

5. This proposed spacing unit is <u>limited in depth</u> to the correlative stratigraphic

interval from 12,412' MD as shown in the Dual Laterolog of the Stevens 11 #1 well (API No. 30-

025-34246) to the base of the WC-025 G-09 S243310P; Upper Wolfcamp Oil Pool [98135]. MRC

has changed the pooled interval to an area of uniform ownership within Wolfcamp formation that

1

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

Hearing Date: December 7, 2023 Case No. 24012 is subject to the existing upper Wolfcamp pool. This spacing unit will replace the spacing unit sought under Case 23932 currently pending before the Division.

- 6. Shallower depths within the Wolfcamp above the 12,412' MD referenced above have a different working interest owner, Tap Rock Resources, LLC, which does not own in the depths MRC seeks to pool in this application. MRC has acquired Tap Rock Resources, LLC's interests in the depths being pooled in this application, and there are no other differences in working interest ownership or percentage between the shallower depths in the Wolfcamp formation and the interests MRC is seeking to pool in this application. I instructed Holland & Hart to provide notice of this application to Tap Rock Resources, LLC.
- 7. Due to the existing development in the Wolfcamp formation underlying certain portions of this acreage, MRC has provided notice of the proposed overlapping spacing unit to all affected working interest owners in the proposed and existing Wolfcamp spacing units. MRC Exhibit A-1 is a copy of this notice letter. Matador has not received any objections to the proposed development plan.
- 8. MRC Exhibit A-2 contains a draft Form C-102 for the initial well. This form demonstrates that the completed interval will comply with statewide setbacks for oil wells and reflects the applicable pool as the WC-025 G-09 S243310P; UPPER WOLFCAMP [98135].
- 9. **MRC Exhibit A-3** identifies the tracts of land comprising the horizontal spacing unit. This subject area is comprised of state, federal and fee tracts.
- 10. MRC Exhibit A-4 identifies the working interest owners MRC seeks to pool, the tracts in which they hold an interest, and the respective ownership interest in the proposed horizontal spacing unit. Exhibit A-4 also contains a list of the working interest owners, the overriding royalty interest owners, and a record title holder that MRC seeks to pool.

- 11. MRC Exhibit A-5 contains a sample of the well proposal letter and AFE for the proposed well that was sent to the working interest owners. The costs reflected in the AFE are consistent with what MRC and other operators have incurred for drilling similar horizontal wells in the area in this formation.
- 12. MRC requests that the overhead and administrative costs for drilling and producing the proposed well be set at \$8,000 per month while drilling and \$800 per month while producing. These costs are consistent with or below what other operators are charging in this area for similar wells.
- 13. MRC Exhibit A-6 contains a general summary of the communications with each of the remaining uncommitted working interest owners. In addition to sending the well proposal letters, MRC has contacted each of the working interest owners that it seeks to pool and undertaken good faith efforts to reach a voluntary agreement.
- 14. MRC has provided the law firm of Holland & Hart LLP with the names and addresses of the parties that MRC seeks to pool and instructed that they be notified of this hearing. MRC has conducted a diligent search of all public records in the county where the property is located, reviewed telephone directories, and conducted computer searches to locate contact information for each interest owner.

- 15. **MRC Exhibits A-1 through A-6** were either prepared by me or compiled under my direction and supervision.
- 16. 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.

Nick Weeks

12/4/2023 Date

# **EXHIBIT A-1**

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. A-1

Submitted by: Matador Production Company Hearing Date: December 7, 2023 Case No. 24012

# VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

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

August 1, 2023

Re:

Notice of Overlapping Spacing Unit

Matador's Charles Ling Fed Com #222H

To Whom It May Concern:

Matador Production Company has proposed the above-referenced well for the initial development of the Wolfcamp formation under Lot 3, SE/4 NW/4, and the E/2 SW/4 of Section 2, and the E/2 W/2 of Section 11, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico.

This letter is to advise you that this proposed development plan will require the formation of the 319.85 acre, more or less, spacing unit comprised of Lot 3, SE/4 NW/4, and the E/2 SW/4 of Section 2, and the E/2 W/2 of Section 11, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico, which will initially be dedicated to:

(i) Matador's Charles Ling Fed Com #222H well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 2, Township 24 South, Range 33 East to a bottom hole location in the SE/4 SW/4 (Unit N) of Section 11, Township 24 South, Range 33 East. This well has an approximate TVD of 12,880'.

Matador's proposed 319.85 acre spacing unit will overlap the following existing spacing units and wells:

a. 160-acre, more or less, horizontal well spacing unit comprised of the E/2 W/2 of Section 11, Township 24 South, Range 33 East, dedicated to Matador's Charles Ling Fed Com #212H (API: 30-025-45081). This well has an approximate TVD of 12,316'.

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,

Nicholas Weeks

Senior Staff Landman for Matador Production Company

972-371-5481

nweeks@matadorresources.com

# **EXHIBIT A-2**

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A-2
Submitted by: Matador Production Company
Hearing Date: December 7, 2023
Case No. 24012

District 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

<sup>2</sup>Dedicated Acres

319.85

API Number

Joint or Infill

Consolidation Code

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

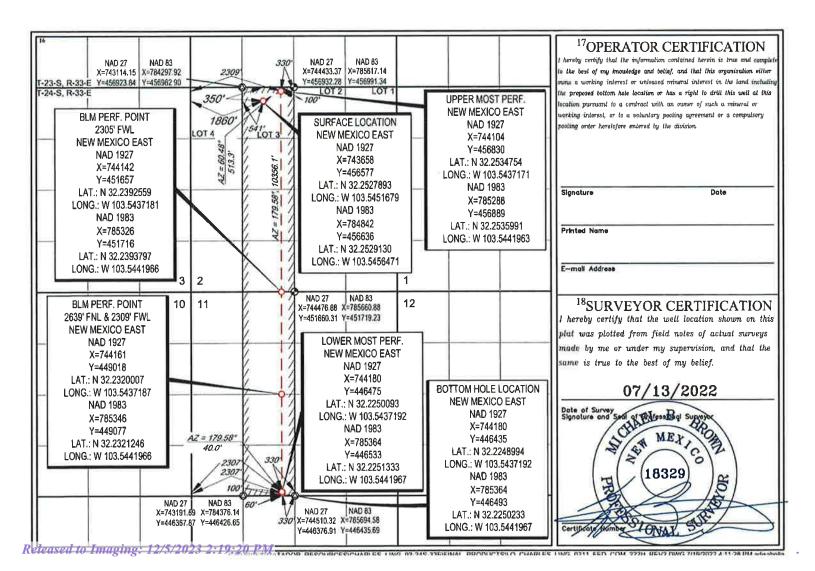
WELL LOCATION AND ACREAGE DEDICATION PLAT

Pool Code

Order No

|                         |         |          | 0     | 78135     | L L                     | 1c-025 G-0         | 9 524331      | OP: ( | ) poer        | Woltcamp    |
|-------------------------|---------|----------|-------|-----------|-------------------------|--------------------|---------------|-------|---------------|-------------|
| <sup>4</sup> Property C | ode     |          |       |           | <sup>3</sup> Property   | Name               |               |       | -V            | Vell Number |
|                         |         |          |       | CHARL     | ES LING (               | 0211 FED CO        | M             |       |               | 222H        |
| OGRID N                 | No.     |          |       |           | *Operator               | Name               |               |       |               | Elevation   |
| 2289:                   | 37      |          |       | MATADO    | R PRODUC                | CTION COMPA        | NY            |       |               | 3658'       |
|                         |         |          |       |           | <sup>10</sup> Surface I | ocation            |               |       |               |             |
| UL or lot no.           | Section | Township | Range | Lot Idn   | Feet from the           | North/South line   | Feet from the | Ea    | st/West line  | County      |
| 3                       | 2       | 24-S     | 33-E  | _         | 350'                    | NORTH              | 1860'         | WE    | ST            | LEA         |
|                         |         |          | 11    | Bottom Ho | le Location If          | Different From Su  | rface         |       |               |             |
| UL or lot no.           | Section | Township | Range | Lot Idn   | Feet from th            | e North/South line | Feet from the | Es    | sst/West line | County      |
| l N                     | 11      | 24-S     | 33-E  | _         | 60'                     | SOUTH              | 2307'         | WE    | st l          | LEA         |

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



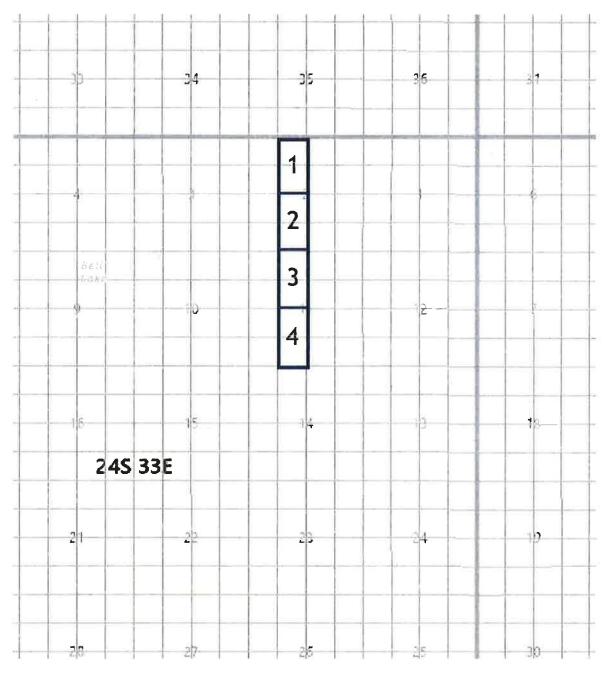
# **EXHIBIT A-3**

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A-3
Submitted by: Matador Production Company

Hearing Date: December 7, 2023 Case No. 24012

#### Charles Ling 0211 Fed Com 136H & 222H

#### T24S-R33E, Lea County, NM



Tract 1: 79.85 acs - <u>Sec. 2</u>: Lot 3, NE/4NW/4 (State - VB-1814)

Tract 2: 80.00 acs - Sec. 2: E/2SW/4 (State - VB-1819)

Tract 3: 80.00 acs - Sec. 11: E/2NW/4 (Federal - NMLC-063798)

Tract 4: 80.00 acs - <u>Sec. 11</u>: E/2SW/4 (Fee)

# **EXHIBIT A-4**

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A-4
Submitted by: Matador Production Company
Hearing Date: December 7, 2023

Case No. 24012

# **Exhibit**

# **Summary of Interests**

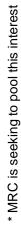
| MRC Permian Company:        |                  |        | 35.113946% |
|-----------------------------|------------------|--------|------------|
| Voluntary Joinder:          |                  |        | 53.323639% |
| Compulsory Pool:            |                  |        | 11.562415% |
| Interest Owner:             | Description:     | Tract: | Interest:  |
| The Allar Company*          | Working Interest | 1      | 6.241207%  |
| Oxy Y-1 Company*            | Working Interest | 2      | 5.002345%  |
| Murchison Oil and Gas, LLC* | Working Interest | 3      | 0.318863%  |



# **Exhibit**

# **Summary of Interests**

| Interest Owner:   | Description:                      | Tract: |
|---|-----------------------------------|--------|
| 820MT I BPEOR NM, LLC*  | Overriding Royalty                | 3      |
| 820MT II BPEOR NM, LLC*   | Overriding Royalty                | 3      |
| Betsy Bond*   | Overriding Royalty                | 3      |
| CCJR Properties, LLC*   | Overriding Royalty                | 3      |
| Claire Chilton Lopez*   | Overriding Royalty                | 3      |
| COG Operating LLC*  | Overriding Royalty                | 3      |
| Concho Oil & Gas LLC*   | Overriding Royalty                | 3      |
| Devon Energy Production Company, L.P.*                                      | Overriding Royalty / Record Title | 3      |
| Dragoon Creek Minerals, LLC*  | Overriding Royalty                | 4, 5   |
| Ewell H. Muse, III*   | Overriding Royalty                | 3      |
| Fine Line BPEOR NM, LLC*  | Overriding Royalty                | 3      |
| Fortis Minerals II, LLC*  | Overriding Royalty                | 3      |
| J. D. Murchison Interests, Inc.*  | Overriding Royalty                | 3      |
| Jamie E. Jennings and George J, Lee, Trustees of the Jennings-Lee<br>Trust* | Overriding Royalty                | 3      |
| Joe John Bond*  | Overriding Royalty                | 3      |
| John C. Ryan, IV*   | Overriding Royalty                | 3      |
| John C. Thomas*   | Overriding Royalty                | 3      |
| John Lawrence Chilton*  | Overriding Royalty                | 3      |
| Katherine K. McIntyre*  | Overriding Royalty                | 3      |
| Keystone (RMB) BPEOR NM, LLC*   | Overriding Royalty                | 3      |
| Keystone O&G Multi-State, LLC*  | Overriding Royalty                | 3      |
|   |                                   |        |

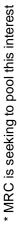






# **Summary of Interests**

|   | 8-                 |        |
|---|--------------------|--------|
| Interest Owner:   | Description:       | Tract: |
| KWCL Properties*  | Overriding Royalty | 3      |
| LMBI O&G Multi-State, L.L.C.*   | Overriding Royalty | 3      |
| McMullen Minerals, LLC*   | Overriding Royalty | 4      |
| MEC Petroleum Corp.*  | Overriding Royalty | 3      |
| Nestegg Energy*   | Overriding Royalty | 1      |
| Pegasus Resources NM, LLC*  | Overriding Royalty | 4      |
| Pegasus Resources, LLC*   | Overriding Royalty | 4      |
| Richard Royall Ryan*  | Overriding Royalty | 3      |
| RMB BPEOR NM, LLC   | Overriding Royalty | 3      |
| Roger John Allen and Nancy Edge Jennings Allen, Trustees of the Allen Family Revocable Trust* | Overriding Royalty | က      |
| Santa Elena Minerals IV, LP*  | Overriding Royalty | 3      |
| Sharbro Energy, LLC*  | Overriding Royalty | 2      |
| SRBI O&G Multi-State, L.L.C.*   | Overriding Royalty | 3      |
| SRBMT I BPEOR NM, LLC*  | Overriding Royalty | 3      |
| SRBMT II BPEOR NM, LLC*   | Overriding Royalty | 3      |
| Susan J. Croft*   | Overriding Royalty | 3      |
| Susan Ryan*   | Overriding Royalty | 3      |
| Tap Rock Minerals LP*   | Overriding Royalty | 3      |
| TD Minerals LLC*  | Overriding Royalty | 3      |
| The Allar Company*  | Overriding Royalty | 1      |
| Thru Line O&G Multi-State, L.L.C.*  | Overriding Royalty | 3      |
| (   | 12.512.0           |        |





# **EXHIBIT A-5**

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A-5
Submitted by: Matador Production Company

Submitted by: Matador Production Company Hearing Date: December 7, 2023 Case No. 24012

#### **MRC Permian Company**

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 972.371.5236 • Fax 214.866.4946 jdurham@matadorresources.com

John Durham Area Land Manager

May 25, 2022

#### VIA CERTIFIED RETURN RECEIPT MAIL

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

Re:

Charles Ling Fed Com #221H, #222H, #223H, & #224H (the "Wells")
Participation Proposal
All of Sections 2 & 11, E2E2 of Section 14, Township 24 South, Range 33 East
Lea County, New Mexico

#### Dear Sir/Madam:

MRC Permian Company ("MRC") proposes the drilling of Matador Production Company's Charles Ling Fed Com #221H, Charles Ling Fed Com #222H, Charles Ling Fed Com #223H, and Charles Ling Fed Com #224H wells, located in All of Sections 2 & 11, E2E2 of Section 14, Township 24 South, Range 33 East, Lea County, New Mexico, to the Wolfcamp formation.

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 four (4) enclosed Authority for Expenditures ("AFE") both dated April 12, 2022.
- Charles Ling Fed Com #221H: to be drilled from a legal location with a proposed surface hole location in the NW/4NW/4 of Section 2-24S-33E and a proposed bottom hole location in the SW/4SW/4 of Section 11-24S-33E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~12,950' TVD) to a Measured Depth of approximately 23,220'.
- Charles Ling Fed Com #222H: to be drilled from a legal location with a proposed surface hole location in the NE/4NW/4 of Section 2-24S-33E and a proposed bottom hole location in the SE/4SW/4 of Section 11-24S-33E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~12,950' TVD) to a Measured Depth of approximately 23,220'.
- Charles Ling Fed Com #223H: to be drilled from a legal location with a proposed surface hole location in the NW/4NE/4 of Section 2-24S-33E and a proposed bottom hole location in the SW/4SE/4 of Section 11-24S-33E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~12,950' TVD) to a Measured Depth of approximately 23,220'.

• Charles Ling Fed Com #224H: to be drilled from a legal location with a proposed surface hole location in the NE/4NE/4 of Section 2-24S-33E and a proposed bottom hole location in the SE/4SE/4 of Section 14-24S-33E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~12,950' TVD) to a Measured Depth of approximately 28,520'.

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.

EOG Resources, Inc. will own an approximate working interest shown below in each Well, subject to title verification.

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 May 1, 2022, by and between Matador Production Company, as Operator and MRC Permian Company et al as Non-Operators covering All of Sections 2 & 11, and the E2E2 of Section 14, Township 24 South, Range 33 East, Lea 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 Wells, please sign and return a copy of the enclosed AFE(s) within thirty (30) days of receipt of this notice. Additionally, if your election is to participate, please accept this letter as an invoice notice and request for payment. Please remit payment for your proportionate share of costs to Matador Production Company on or before thirty (30) days after receipt of this estimate and invoice. Please be aware that the enclosed AFE(s) are only an estimate of costs to be incurred and by electing to participate in the Wells, 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

John Durham

| EOG Resources, Inc. hereby elects to:  |       |
|--|-------|
| Participate with its approximate working interest of 0.133333333 in Matador Production Compa Charles Ling Fed Com #221H well, in the estimated amount of \$591,926.27.  Not to participate in the Charles Ling Fed Com #221H | uny's |
| Participate with its approximate working interest of 0.133333333 in Matador Production Compa Charles Ling Fed Com #222H well, in the estimated amount of \$591,926.27.  Not to participate in the Charles Ling Fed Com #222H | my's  |
| Participate with its approximate working interest of 0.133333333 in Matador Production Compa Charles Ling Fed Com #223H well, in the estimated amount of \$591,926.27.  Not to participate in the Charles Ling Fed Com #223H | ıny's |
| Participate with its approximate working interest of 0.088888889 in Matador Production Compa Charles Ling Fed Com #224H well, in the estimated amount of \$478,231.02.  Not to participate in the Charles Ling Fed Com #224H | ıny's |
| EOG Resources, Inc.  |       |
| Ву:  |       |
| Title:   |       |
| Date:  |       |
| Contact Number:  |       |

#### **MATADOR PRODUCTION COMPANY**

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

|   |                         | ESTIMATE OF COSTS A      | ND AUTHORIZATION FO     | OR EXPENDITURE     |                             |                         |
|---|-------------------------|--------------------------|-------------------------|--------------------|-----------------------------|-------------------------|
| DATE:   | April 14, 2022          |                          |                         | AFE NO.:           |                             |                         |
| WELL NAME:  | Charles Ling Fed Com    | 222H                     |                         | FIELD:             |                             |                         |
| LOCATION:   | Sections 2&11-24S-33    | E                        |                         | MD/TVD:            | -                           | 232201/129501           |
| COUNTY/STATE:   | Lea, NM                 |                          |                         | LATERAL LENGTH:    |                             | 10,000                  |
| MRC WI;   |                         |                          |                         |                    |                             |                         |
| GEOLOGIC TARGET:  | Wolfcamp B              |                          |                         |                    |                             |                         |
| REMARKS:  | Drill and complete a ho | orizontal 2 mile long Wo | ficamp B target with ab | out 46 frac stages |                             |                         |
|   |                         | PRIVE INCO               | ACHEL CTION             | PRODUCTION         |                             | TOTAL                   |
| INTANGIBLE  | COSTS                   | DRILLING<br>COSTS        | COMPLETION<br>COSTS     | COSTS              | FACILITY COSTS              | COSTS                   |
| Land / Legal / Regulatory                               | \$                      | 58,000                   | \$                      | \$ 10,000          | \$ 10,000                   | \$ 78,000               |
| Location, Surveys & Dame                                | iges .                  | 148,833                  | 13,000                  | 15,000             | 12.500                      | 189,333<br>878,075      |
| Orilling<br>Comenting & Float Equip                     |                         | 878,075<br>209,000       |                         |                    |                             | 209,000                 |
| Logging / Formation Evalu                               | uation                  |                          | 3,780                   | 3,000              |                             | 6,780                   |
| Flowback - Labor  |                         |                          |                         | 19,960             |                             | 19,960                  |
| Flowback - Burface Renta                                |                         |                          |                         | 121,250            |                             | 121,250                 |
| Flowback - Rental Living (<br>Mud Logging               | Aneureia                | 22,500                   |                         |                    |                             | 22,500                  |
| Mud Circulation System                                  |                         | 52,675                   |                         |                    |                             | 52,675                  |
| Mud & Chemicals   | -1                      | 345,000<br>150,000       | 53,900                  | 21,500             | 1,000                       | 420,400<br>153,000      |
| Mud / Wastewater Dispos-<br>Freight / Transportation    |                         | 17,000                   | 41,800                  | 3,000              | - 1,000                     | 61,600                  |
| Rig Supervision / Engines                               | ning                    | 135,000                  | 101,420                 | 10,000             | 1,800                       | 249,220                 |
| Drill Bits  |                         | 91,600                   | (a) A) A                | 9 000              |                             | 91,500                  |
| Fuel & Power<br>Water                                   |                         | 159,500<br>45,000        | 527,203<br>693,000      | 2,000              | 1,000                       | 741,000                 |
| Drig & Completion Overh                                 | end                     | 10,000                   |                         |                    |                             | 10,000                  |
| Plugging & Abandonment                                  |                         |                          |                         |                    |                             | 262.610                 |
| Directional Drilling, Surve<br>Completion Unit, Swab, C |                         | 263,810                  | 154,000                 | 9,000              |                             | 263,819<br>163,000      |
| Perforating, Wireline, Slic                             |                         |                          | 188,070                 | 7,000              |                             | 195,070                 |
| High Pressure Pump Truc                                 | ilu .                   |                          | 60,050                  | 5,000              | -                           | 65,060                  |
| Stimulation Stimulation Flowback & E                    | Nan                     |                          | 2,202,352<br>17,050     | 195,000            |                             | 2,202,352<br>212,050    |
| Insurance   | ueh                     | 34,830                   | 17,000                  | 150,020            |                             | 34,830                  |
| Labor   |                         | 149,500                  | 66,550                  | 10,000             | 5,000                       | 231,050                 |
| Rental - Surface Equipme<br>Rental - Downhole Equipm    |                         | 93,635                   | 315,161                 | 30,000             | 5,000                       | 443,695<br>232,600      |
| Rental - Living Quarters                                | liont                   | 51,120                   | 45,881                  |                    | 5,000                       | 102,001                 |
| Contingency   |                         | 02,450                   | 244,653                 | 46,571             | 4,130                       | 387,814                 |
| Operations Center                                       | TOTAL INTANGIBLES       | 28,014<br>3,174,452      | 4,822,561               | 512,281            | 45,430                      | 8,554,724               |
|   | TOTAL INTANGIBLES       | DRILLING                 | COMPLETION              | PRODUCTION         | 107.00                      | TOTAL                   |
| TANGIBLE  | COSTS                   | COSTS                    | COSTS                   | COSTS              | FACILITY COSTS              | COSTS                   |
| Surface Casing  |                         | 85,090<br>464,095        | \$                      | \$                 | •                           | \$ 85,090<br>464,095    |
| Intermediate Casing Drilling Liner                      |                         | 909,000                  |                         |                    |                             |                         |
| Production Casing                                       |                         | 642,811                  |                         |                    |                             | 642,811                 |
| Production Liner  |                         |                          |                         | 192,000            |                             | 192,000                 |
| Tubing<br>Weilhead                                      |                         | 73,000                   |                         | 45,000             |                             | 118,000                 |
| Packers, Liner Hangers                                  |                         |                          | 67,344                  | 6,000              |                             | 73,344                  |
| Tenks   |                         |                          |                         |                    | 67,500                      | 67,500                  |
| Production Vessels Flow Lines                           |                         |                          |                         |                    | 136,363                     | 136,363                 |
| Rod string  |                         |                          |                         |                    |                             |                         |
| Artificial Lift Equipment                               |                         |                          |                         | 30,000             | 44.050                      | 30,000<br>11,250        |
| Compressor<br>Installation Costs                        |                         |                          |                         |                    | 11,250<br>48,000            | 48,000                  |
| Surface Pumps   |                         |                          |                         | 5,000              | 14,375                      | 19,375                  |
| Non-controllable Surface                                |                         |                          |                         | -                  | 2,000                       | 2,000                   |
| Non-controllable Downhol Downhole Pumps                 | ile                     |                          |                         | <del></del>        |                             | -                       |
| Measurement & Meter Ins                                 | tallation               |                          |                         | 11,000             | 57,500                      | 68,500                  |
| Gas Conditioning / Dehyo                                |                         |                          |                         |                    |                             | 56,250                  |
| interconnecting Facility F<br>Gathering / Bulk Lines    | iping                   |                          |                         |                    | 56,250                      | 30,280                  |
| Valves, Dumps, Controlle                                | rs                      |                          |                         | 2,000              | a (                         | 2,000                   |
| Tenk / Facility Containme                               | nl                      |                          |                         |                    | 6,875                       | 6,875                   |
| Flara Stack Electrical / Grounding                      |                         |                          |                         | 2,000              | 20,025<br>42,500            | 44,500                  |
| Communications / SCAD                                   | A                       |                          |                         | \$,000             | 5,000                       | 10,000                  |
| Instrumentation / Safety                                |                         |                          |                         | 200.000            | 31,375                      | 31,375                  |
|   | TOTAL TANGIBLES         |                          | 67,344<br>4,889,904     | 298,000<br>810,281 | 619,613<br>865,043          | 2,249,952<br>10,804,675 |
|   | TOTAL COSTS             | , m/4/10/4/10/1          | 4,005,504               | 510,601            | 010,000                     | 10,00 7,010             |
| EPARED BY MATADOR                                       | PRODUCTION COMPA        | NY:                      |                         |                    |                             |                         |
| Drilling Engine   | er: Billy Beil          | Team Lead - WTX          | NM /                    |                    |                             |                         |
| Completions Engine                                      |                         | (50) 2000 - 77170        | CSC                     |                    |                             |                         |
|   | er_ Jan Fredrik Mosnes  |                          |                         |                    |                             |                         |
|   |                         |                          |                         |                    |                             |                         |
| TADOR RESOURCES   | COMPANY APPROVAL:       |                          |                         |                    |                             |                         |
| Executive VP, COO/C                                     | ΕÙ                      |                          |                         | EVP COO- Dill      | ling, Completion and Produc | ion                     |
| Exclass VI   GOOLG                                      | DEL                     |                          |                         |                    |                             | ₿Ġ                      |
| Executive VP, Lo  |                         | SVP Geoscie              |                         |                    |                             |                         |
|   | CA                      |                          | ELF                     |                    |                             |                         |
| Presid  | lent                    |                          |                         |                    |                             |                         |
|   | INVII.                  |                          |                         |                    |                             |                         |
| N OPERATING PARTN                                       | ER APPROVAL:            |                          |                         |                    |                             |                         |
| Company Nei   |                         |                          | Working Interest (%):   |                    | Tex                         | ID:                     |
| Company Man   | -                       |                          |                         |                    | 1                           |                         |
| Signed  | by:                     |                          | Dale;                   |                    |                             |                         |
| Т   | itle:                   |                          | Approval:               | Yes                |                             | No (mark one)           |

# **EXHIBIT A-6**

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A-6
Submitted by: Matador Production Company
Hearing Date: December 7, 2023
Case No. 24012

Charles Ling 0211 Fed Com 135H, Charles Ling 0211 Fed Com 136H, Charles Ling 0211 Fed Com 137H, Charles Ling 0214 Fed Com 138H, Charles Ling 0211 Fed Com 221H, Charles Ling 0211 Fed Com 222H, Charles Ling 0211 Fed Com 223H, Charles Ling 0214 Fed Com 224H

#### **Summary of Communication**

#### Oxy Y-1 Company

- 5/26/2022: Proposals mailed via certified mail.
- 6/1/2022: Proposals delivered. Received signed return receipt.
- 6/1/2022 9/26/2023: sent JOA, responded to inquiries.

#### Murchison Oil and Gas LLC

- 5/26/2022: Proposals mailed via certified mail.
- 5/31/2022: Proposals delivered. Received signed return receipt.
- 5/31/2022 9/26/2023: sent JOA, received elections, responded to inquiries.

#### The Allar Company

- 8/29/2023: Proposals mailed via certified mail.
- 8/30/2023: sent JOA and proposals electronically.
- 9/5/2023: Proposals delivered to Agent per USPS website.
- 9/5/2023 9/26/2023: sent JOA, responded to inquiries.

Received by OCD: 12/5/2023 2:16:31 PM

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

OIL CONSERVATION DIVISION

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING,

LEA COUNTY, NEW MEXICO.

**CASE NOS. 24011-24014** 

SELF-AFFIRMED STATEMENT OF LIZ OLSON

My name is Liz Olson and I am employed by MRC Energy Company, an affiliate of

Matador Production Company ("Matador"), as a Senior Geologist.

1. I have previously testified before the New Mexico Oil Conservation Division as an

expert witness in petroleum geology. I am familiar with the applications filed by Matador in these

consolidated cases and have conducted a geologic study of the lands in the subject area.

2. Under these cases, MRC seeks orders pooling four standard horizontal well spacing

units in a limited interval of the Wolfcamp formation underlying certain portions of Sections 2,

11, and 14, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico.

3. **Matador Exhibit B-1** is a locator map outlining the subject area with a black box

shaded in yellow.

4. The target interval for the initial wells in the proposed spacing unit is the Wolfcamp

B interval of the Wolfcamp formation.

5. **Matador Exhibit B-2** is a subsea structure map that I prepared for the top of the

Wolfcamp formation. The contour interval is 50 feet. The structure map shows the Wolfcamp

formation dipping to the west/southwest. The structure appears consistent across the proposed

spacing units and I do not observe any faulting, pinch outs, or other geologic impediments to

horizontal drilling.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico

Exhibit No. B

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

Case No. 24012

- 6. Also included on Matador Exhibit B-2 is a line of cross section from A to A'.
- 7. **Matador Exhibit B-3** is a structural cross-section that I prepared displaying openhole logs run over the Wolfcamp formation from the three representative wells denoted from A to A'. For each well in the cross-section, the following logs are included, when available: gamma ray, caliper, resistivity, and porosity. The target interval of the proposed wells is labeled and marked with a yellow shaded area. The logs in the cross-section demonstrate that the targeted interval, within the Wolfcamp formation, is consistent in thickness across the entirety of the proposed spacing unit.
- 8. Based on my geologic study of the area, I have not identified any geologic impediments to drilling horizontal wells within the Wolfcamp formation underlying the area comprising the proposed spacing units.
- 9. In my opinion, each quarter-quarter section will be productive and contribute moreor-less equally to production from the horizontal spacing units.
- 10. 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.
- 11. In my opinion, the standup orientation is the preferred orientation for development in this area for the target interval of this well because the maximum horizontal stress is east-west in this area.
- 12. Approving Matador's application will be in the best interest of conservation, the prevention of waste, and protection of correlative rights.
- 13. **Matador Exhibits B-1 through B-3** were either prepared by me or compiled under my direction and supervision.

I affirm under penalty of perjury under the laws of the State of New Mexico that 14. 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.

dis Olson

11/30/23 Date

Received by OCD: 12/5/2023 2:16:31 PM

## **Locator Map**

## **Exhibit B-1**

| Eddy      | 175,23E  | 175 24E       | 175 250  | 175 260  | 175.225  | 175 785  | 175 29€  | 175 306           | 125.31E<br>Abo | <b>Lea</b><br>Reef | 175 33E | 173-346            | 175 156      | 975 36E | 175.376 | 175 3 N.E. | 175)<br>39£3 | BLK AB   |
|-----------|----------|---------------|----------|----------|----------|----------|----------|-------------------|----------------|--------------------|---------|--------------------|--------------|---------|---------|------------|--------------|----------|
| 185 2 1 E | 185 23E  | 185 246       | 185 250  | 185267   | 185 276  | 185 28E  | 185 295  | 185 30E           | 185 316        | 185 126            | 185 33E | 18534E             | 185350       | 185 368 | 185 37E | 105 388    | 185          | Gaine    |
| 95.21E    | 195 236  | 195 2-€       | 195258   | 195 268  | 195 27E  | 195 286  | 195 295  | 195 30 <b>Y</b> O | ungest         | Goat S             | еер     | 19534E             | 1953%        | 195,360 | 195 37E | 1953IE     | 1953         | SLK A10  |
|           |          |               |          |          |          |          |          | (                 | Capitan        | Aquife             |         |                    |              |         |         |            | П            | BLK A12  |
| 15.21E    | 205.236  | 205246        | 205 256  | 205 26E  | MIN      | 205 285  | 205 29E  | 205.30€           | 205 31E        | 205 32E            | 205 336 | 205 3 4E           | 205 358      | 205 34E | 205 37E | 205 3 NE   | 3963         | BLK A28  |
| 21E       | 20,55    | 20:55<br>2.82 |          |          |          |          |          |                   |                | t Capita           | 90.     |                    |              |         |         |            |              | SCK X28  |
|           | 215/22E  | 215 200       | 215 24E  | 215 250  | 215 261  | 215 276  | 215 285  | 215 29E           | 215 300        | 215 316            | 261.211 | 21533E             | 215 34E      | 215355  | 215 36E | 215 37E    | 4            | A29 A3   |
| 21E       | 225 224  | 225 Z.W.      | 225 246  | 225 25£  | 25286    | 225 276  | 225 285  | 225 29€           | 225 30E        | 225 316            | 225 326 | 225 3.30           | 225 34E      | 2253W   | 275 366 | 225 37E    | 225<br>3E    | Andre    |
| 21£       | 133.211  | 215 234       | 235248   | 2)5 25€  | 235 26E  | 235 27E  | 235 28E  | 235 29€           | 23530€         | 235316             |         | narles<br>ubject / |              | 235 35£ | \$3534E | 235 37E    | 235<br>38E   | BUK A 40 |
| 21£       | 245 226  | 245 23E       | 245 24E  | 245 258  | 245 248  | 245 27E  | 245 28E  | 245 29E           | 245 30E        | (2453HE            | :245326 | 2-6 33 E           | 14534E       | 245 JSE | 245 36E | 245.37E    | 246<br>386   | BLK AS2  |
| 216       | 255 274  | 235,231       | 255 24E  | 255 250  | 255 24E  | 255 27E  | 255 28E  | 255 29£           | 255 30E        | 255 316            | 255 125 | 255 331            | 253 34E      | 255 35E | 255 360 | 255 37€    | 255<br>38E   | BLK ASS  |
| 116       | 265-22F  | 265 23E       | 265 24E  | 265 250  | 265 26E  | 265 275  | 265 285  | 100<br>New Mexi   | 000ftUS        |                    | 175     | 265 33E            | 265 34E      | 265 35E | 265 366 | 265 37E    | 265<br>38E   | BLK A56  |
| Yes A     | BLX64T1S | BLHATTS       | 80062715 | BEKETTIS | BLKSOTTS | BUXNETIS | ulherson | Texas             | K BLX36        | BUX 35             | BLX 3-1 | B.K7[0             | ving BUX C25 | BUX C24 | DLK C23 | BLK        | C22          | Win      |

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. B-1 Submitted by: Matador Production Company

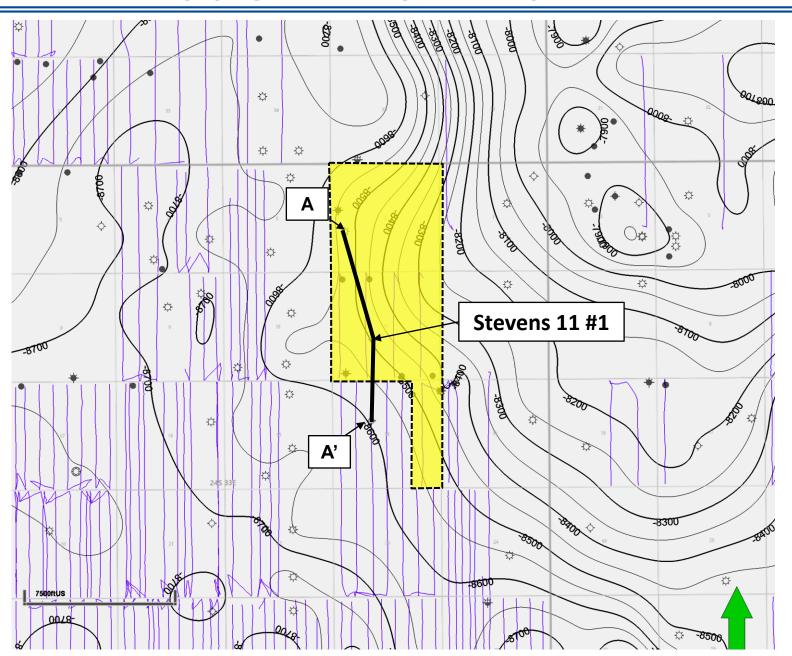
Hearing Date: December 7, 2023

Case No. 24012





# WC-025 G-09 S243310P;UPPER WOLFCAMP (Pool Code 98135) Structure Map (Top Wolfcamp Subsea) A – A' Reference Line



#### **Map Legend**

**Wolfcamp Wells** 

Project Area



C. I. = 50'

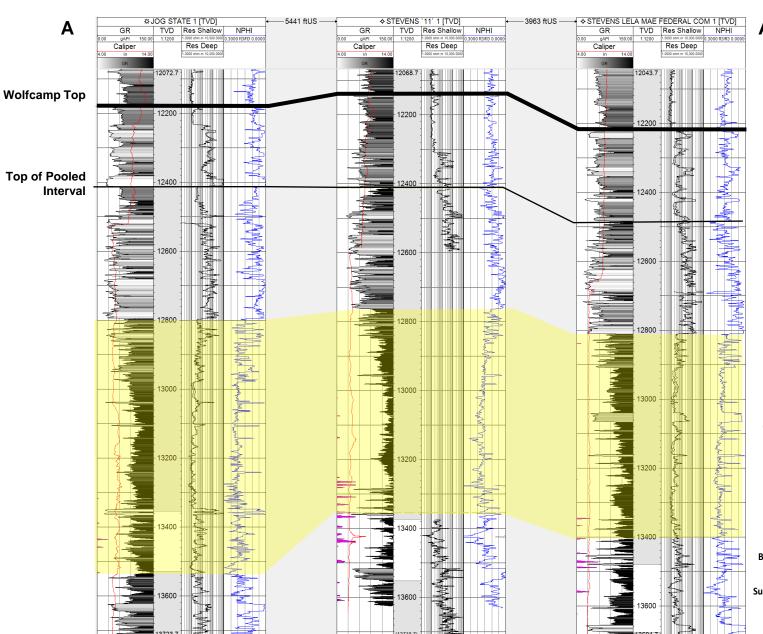
BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. B-2
Submitted by: Matador Production Company
Hearing Date: December 7, 2023

Case No. 24012



# WC-025 G-09 S243310P; UPPER WOLFCAMP (Pool Code 98135) Structural Cross Section A – A'

### **Exhibit B-3**



Charles Ling #221H, #222H, #223H, and

#224H Target

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. B-3
Submitted by: Matador Production Company
Hearing Date: December 7, 2023
Case No. 24012



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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

**CASE NO. 24012** 

#### <u>AFFIDAVIT</u>

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

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

- 1. The above-referenced application and notice of the hearing on this application was sent by certified mail to the affected parties on the date set forth in the letter attached hereto.
- 2. The spreadsheet attached hereto contains the names of the parties to whom notice was provided.
- 3. The spreadsheet attached hereto contains the information provided by the United States Postal Service on the status of the delivery of this notice as of December 4, 2023.
- 4. I caused a notice to be published to all parties subject to compulsory pooling on November 21, 2023. An affidavit of publication from the publication's legal clerk with a copy of the notice publication is attached as Exhibit D.

Michael H. Feldewert BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

anta Fe, New Mexico Exhibit No. C State of New Mexico )

County of Santa Fe )

SUBSCRIBED AND SWORN to before me this 5th day of December, 2023 by

Michael H. Feldewert.

My Commission Expires:

STATE OF NEW MEXICO NOTARY PUBLIC KARI D PEREZ

COMMISSION # 1138272 COMMISSION EXPIRES 06/28/2026



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

November 17, 2023

# VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of MRC Permian Company for Compulsory Pooling, Lea County,

**New Mexico:** Charles Ling Fed Com 222H well

Ladies & Gentlemen:

This letter is to advise you that MRC Permian 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 <a href="https://www.emnrd.nm.gov/ocd/">https://www.emnrd.nm.gov/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: <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a>.

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 Nicholas Weeks at (972) 371-5481 or nweeks@matadorresources.com.

Sincerely,

Michael H. Feldewert

Michal + Hevers

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.

#### MRC - Charles Ling 222H well Case no. 24012 Postal Delivery Report

|                        |   |                           |             |    |            | Your item was delivered to the front       |
|------------------------|---|---------------------------|-------------|----|------------|--|
|                        |   |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498357869 | 820MT I BPEOR NM, LLC                         | 201 Main St Ste 2700      | Fort Worth  | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |   |                           |             |    |            | Your item was picked up at a postal        |
|                        |   |                           |             |    |            | facility at 8:35 am on November 22,        |
| 9414811898765498357678 | EOG Resources, Inc.                           | 5509 Champions Dr         | Midland     | TX | 79706-2843 | 2023 in MIDLAND, TX 79702.                 |
|                        |   |                           |             |    |            | Your package will arrive later than        |
|                        |   |                           |             |    |            | expected, but is still on its way. It is   |
| 9414811898765498357128 | Ewell H. Muse, III                            | 5802 Kentucky Derby       | Austin      | TX | 78746-1140 | currently in transit to the next facility. |
|                        |   |                           |             |    |            | Your item was delivered to the front       |
|                        |   |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498357135 | Fine Line BPEOR NM, LLC                       | 201 Main St Ste 2700      | Fort Worth  | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |   |                           |             |    |            | Your package will arrive later than        |
|                        |   |                           |             |    |            | expected, but is still on its way. It is   |
| 9414811898765498357364 | Fortis Minerals II, LLC                       | 1111 Bagby St Ste 2150    | Houston     | TX | 77002-2626 | currently in transit to the next facility. |
|                        |   |                           |             |    |            | Your item was delivered to an individual   |
|                        |   |                           |             |    |            | at the address at 12:12 pm on              |
| 9414811898765498357395 | J. D. Murchison Interests, Inc.               | 7250 Dallas Pkwy Ste 1400 | Plano       | TX | 75024-5002 | November 21, 2023 in PLANO, TX             |
|                        |   |                           |             |    |            | Your item has been delivered and is        |
|                        | Jamie E. Jennings and George J, Lee, Trustees |                           |             |    |            | available at a PO Box at 12:32 pm on       |
| 9414811898765498357012 | Of The Jennings-Lee Trust                     | PO Box 670326             | Dallas      | TX | 75367-0326 | November 24, 2023 in DALLAS, TX            |
|                        |   |                           |             |    |            | Your item was picked up at a postal        |
|                        |   |                           |             |    |            | facility at 9:37 am on November 22,        |
| 9414811898765498357005 | Joe John Bond                                 | 1159 Oak Forest Dr        | Fort Worth  | TX | 76114-4549 | 2023 in FORT WORTH, TX 76114.              |
|                        |   |                           |             |    |            | Your package will arrive later than        |
|                        |   |                           |             |    |            | expected, but is still on its way. It is   |
| 9414811898765498357081 | John C. Ryan, IV                              | 6229 Genoa Rd             | Fort Worth  | TX | 76116-2025 | currently in transit to the next facility. |
|                        |   |                           |             |    |            | Your item was picked up at the post        |
|                        |   |                           |             |    |            | office at 12:46 pm on November 25,         |
| 9414811898765498357456 | John C. Thomas                                | PO Box 6881               | San Antonio | TX | 78209-0881 | 2023 in SAN ANTONIO, TX 78209.             |
|                        |   |                           |             |    |            | Your item was delivered to an individual   |
|                        |   |                           |             |    |            | at the address at 4:41 pm on November      |
| 9414811898765498357494 | John Lawrence Chilton                         | 4949 Corriente Ln         | Fort Worth  | TX | 76126-1853 | 24, 2023 in FORT WORTH, TX 76126.          |
|                        |   |                           |             |    |            | Your item was delivered to the front       |
|                        |   |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498357883 | 820MT II BPEOR NM, LLC                        | 201 Main St Ste 2700      | Fort Worth  | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |   |                           |             |    |            | Your item has been delivered to an         |
|                        |   |                           |             |    |            | agent for final delivery in EL PASO, TX    |
| 9414811898765498357517 | Katherine K. McIntyre                         | 512 Thunder Crest Ln      | El Paso     | TX | 79912-4251 | 79912 on November 21, 2023 at 11:39        |
|                        |   |                           |             |    |            | Your item was delivered to the front       |
|                        |   |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498357500 | Keystone RMB BPEOR NM, LLC                    | 201 Main St Ste 2700      | Fort Worth  | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |

#### MRC - Charles Ling 221H-224H wells, Case nos. 24011-24014 Postal Delivery Report

|                        |                               |                           |             |    |            | Your item was delivered to the front       |
|------------------------|-------------------------------|---------------------------|-------------|----|------------|--|
|                        |                               |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498357531 | Keystone O&G Multi-State, LLC | 201 Main St Ste 2700      | Fort Worth  | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |                               |                           |             |    |            | Your item was delivered to the front       |
|                        |                               |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498356268 | KWCL Properties               | 307 W 7th St Ste 1705     | Fort Worth  | TX | 76102-5103 | 11:37 am on November 21, 2023 in           |
|                        |                               |                           |             |    |            | Your item was delivered to the front       |
|                        |                               |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498356237 | LMBI O&G Multi-State, L.L.C.  | 201 Main St Ste 2700      | Fort Worth  | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |                               |                           |             |    |            | Your package will arrive later than        |
|                        |                               |                           |             |    |            | expected, but is still on its way. It is   |
| 9414811898765498356855 | McMullen Minerals, LLC        | 2821 W 7th St Ste 515     | Fort Worth  | TX | 76107-8912 | currently in transit to the next facility. |
|                        |                               |                           |             |    |            | Your item was delivered to an individual   |
|                        |                               |                           |             |    |            | at the address at 11:57 am on              |
| 9414811898765498356893 | MEC Petroleum Corp.           | 414 W Texas Ave Ste 410   | Midland     | TX | 79701-4415 | November 22, 2023 in MIDLAND, TX           |
|                        |                               |                           |             |    |            | Your item was delivered to an individual   |
|                        |                               |                           |             |    |            | at the address at 12:12 pm on              |
| 9414811898765498356879 | Murchison Oil and Gas, LLC    | 7250 Dallas Pkwy Ste 1400 | Plano       | TX | 75024-5002 | November 21, 2023 in PLANO, TX             |
|                        |                               |                           |             |    |            | Your item was delivered to an individual   |
|                        |                               |                           |             |    |            | at the address at 1:23 pm on November      |
| 9414811898765498356701 | Nestegg Energy                | 2308 Sierra Vista Rd      | Artesia     | NM | 88210-9409 | 22, 2023 in ARTESIA, NM 88210.             |
|                        |                               |                           |             |    |            | Your item has been delivered to an         |
|                        |                               |                           |             |    |            | agent for final delivery in HOUSTON, TX    |
| 9414811898765498356770 | Oxy Y-1 Company               | 5 Greenway Plz            | Houston     | TX | 77046-0526 | 77046 on November 21, 2023 at 12:13        |
|                        |                               |                           |             |    |            | Your item was delivered to an individual   |
|                        |                               |                           |             |    |            | at the address at 12:24 pm on              |
| 9414811898765498357715 | Betsy Bond                    | 4310 48th Ave Apt 3U      | Woodside    | NY | 11377-6202 | November 25, 2023 in ZIP Code 11376.       |
|                        |                               |                           |             |    |            | Your item has been delivered and is        |
|                        |                               |                           |             |    |            | available at a PO Box at 11:05 am on       |
| 9414811898765498356992 | Pegasus Resources NM, LLC     | PO Box 470698             | Fort Worth  | TX | 76147-0698 | November 21, 2023 in FORT WORTH, TX        |
|                        |                               |                           |             |    |            | Your item has been delivered and is        |
|                        |                               |                           |             |    |            | available at a PO Box at 11:05 am on       |
| 9414811898765498356619 | Pegasus Resources, LLC        | PO Box 470698             | Fort Worth  | TX | 76147-0698 | November 21, 2023 in FORT WORTH, TX        |
|                        |                               |                           |             |    |            | Your item departed our USPS facility in    |
|                        |                               |                           |             |    |            | ALBUQUERQUE, NM 87101 on                   |
|                        |                               |                           |             |    |            | December 3, 2023 at 10:04 pm. The          |
| 9414811898765498356602 | Richard Royall Ryan           | 14011 Bluff Park Dr       | San Antonio | TX | 78216-7926 | item is currently in transit to the        |
|                        |                               |                           |             |    |            | Your item was delivered to the front       |
|                        |                               |                           |             |    |            | desk, reception area, or mail room at      |
| 9414811898765498356688 | RMB BPEOR NM, LLC             | 201 Main St Ste 2700      | Fort Worth  | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |

#### MRC - Charles Ling 221H-224H wells, Case nos. 24011-24014 Postal Delivery Report

| F                      | Roger John Allen and Nancy Edge Jennings     |                             |            |    |            | Your package will arrive later than        |
|------------------------|--|-----------------------------|------------|----|------------|--|
|                        | Allen Trustees Of The Allen Family Revocable |                             |            |    |            | expected, but is still on its way. It is   |
| 9414811898765498356152 | Trust  | 3623 Overbrook Dr           | Dallas     | TX | 75205-4326 | currently in transit to the next facility. |
|                        |  |                             |            |    |            | Your item was picked up at a postal        |
|                        |  |                             |            |    |            | facility at 11:32 am on November 29,       |
| 9414811898765498356190 | Santa Elena Minerals IV, LP                  | PO Box 2063                 | Midland    | TX | 79702-2063 | 2023 in MIDLAND, TX 79701.                 |
|                        |  |                             |            |    |            | Your item was picked up at the post        |
|                        |  |                             |            |    |            | office at 10:42 am on November 22,         |
| 9414811898765498356312 | Sharbro Energy, LLC                          | PO Box 840                  | Artesia    | NM | 88211-0840 | 2023 in ARTESIA, NM 88210.                 |
|                        |  |                             |            |    |            | Your item was delivered to the front       |
|                        |  |                             |            |    |            | desk, reception area, or mail room at      |
| 9414811898765498356305 | SRBI O&G Multi-State, L.L.C.                 | 201 Main St Ste 2700        | Fort Worth | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |  |                             |            |    |            | Your item was delivered to the front       |
|                        |  |                             |            |    |            | desk, reception area, or mail room at      |
| 9414811898765498356336 | SRBMT I BPEOR NM, LLC                        | 201 Main St Ste 2700        | Fort Worth | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |  |                             |            |    |            | Your item was delivered to the front       |
|                        |  |                             |            |    |            | desk, reception area, or mail room at      |
| 9414811898765498356060 | SRBMT II BPEOR NM, LLC                       | 201 Main St Ste 2700        | Fort Worth | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |  |                             |            |    |            | Your item was picked up at the post        |
|                        |  |                             |            |    |            | office at 1:45 pm on November 22,          |
| 9414811898765498357708 | CCJR Properties, LLC                         | PO Box 1451                 | Keller     | TX | 76244-1451 | 2023 in KELLER, TX 76248.                  |
|                        |  |                             |            |    |            | Your item was delivered to an individual   |
|                        |  |                             |            |    |            | at the address at 11:42 am on              |
| 9414811898765498356091 | Susan J. Croft                               | 6713 Deep Valley Ln         | Fort Worth | TX | 76132-1121 | November 21, 2023 in FORT WORTH, TX        |
|                        |  |                             |            |    |            | We attempted to deliver your item at       |
|                        |  |                             |            |    |            | 12:19 pm on November 21, 2023 in           |
|                        |  |                             |            |    |            | FORT WORTH, TX 76110 and a notice          |
| 9414811898765498356077 | Susan Ryan                                   | 2208 Mistletoe Blvd         | Fort Worth | TX | 76110-1130 | was left because an authorized             |
|                        |  |                             |            |    |            | Your item was delivered to the front       |
|                        |  |                             |            |    |            | desk, reception area, or mail room at      |
| 9414811898765498356497 | Tap Rock Excluded Minerals, LLC              | 523 Park Point Dr Ste 200   | Golden     | со | 80401-9387 | 11:25 am on November 20, 2023 in           |
|                        |  |                             |            |    |            | Your item was delivered to the front       |
|                        |  |                             |            |    |            | desk, reception area, or mail room at      |
| 9414811898765498356558 | Tap Rock Resources, LLC                      | 523 Park Point Dr Ste 200   | Golden     | со | 80401-9387 | 11:25 am on November 20, 2023 in           |
|                        |  |                             |            |    |            | Your item was delivered to the front       |
|                        |  |                             |            |    |            | desk, reception area, or mail room at      |
| 9414811898765498356541 | TD Minerals LLC                              | 8111 Westchester Dr Ste 900 | Dallas     | TX | 75225-6146 | 11:14 am on November 27, 2023 in           |
|                        |  |                             |            |    |            | Your item was delivered to the front       |
|                        |  |                             |            |    |            | desk, reception area, or mail room at      |
| 9414811898765498351218 | The Allar Company                            | PO Box 1567                 | Graham     | TX | 76450-7567 | 10:13 am on November 21, 2023 in           |

#### MRC - Charles Ling 221H-224H wells, Case nos. 24011-24014 Postal Delivery Report

|                        |                                       |                       |               |    |            | Your item was delivered to the front       |
|------------------------|---------------------------------------|-----------------------|---------------|----|------------|--|
|                        |                                       |                       |               |    |            |  |
|                        |                                       |                       |               |    |            | desk, reception area, or mail room at      |
| 9414811898765498351201 | Thru Line O&G Multi-State, L.L.C.     | 201 Main St Ste 2700  | Fort Worth    | TX | 76102-3131 | 9:47 am on November 21, 2023 in FORT       |
|                        |                                       |                       |               |    |            | Your package will arrive later than        |
|                        |                                       |                       |               |    |            | expected, but is still on its way. It is   |
| 9414811898765498357739 | Claire Chilton Lopez                  | 620 Rockledge Dr      | Saginaw       | TX | 76179-1840 | currently in transit to the next facility. |
|                        |                                       |                       |               |    |            | Your item was picked up at a postal        |
|                        |                                       |                       |               |    |            | facility at 7:32 am on November 27,        |
| 9414811898765498357968 | COG Operating LLC                     | 600 W Illinois Ave    | Midland       | TX | 79701-4882 | 2023 in MIDLAND, TX 79702.                 |
|                        |                                       |                       |               |    |            | Your item was picked up at a postal        |
|                        |                                       |                       |               |    |            | facility at 7:32 am on November 27,        |
| 9414811898765498357982 | Concho Oil & Gas LLC                  | 600 W Illinois Ave    | Midland       | TX | 79701-4882 | 2023 in MIDLAND, TX 79702.                 |
|                        |                                       |                       |               |    |            | We now anticipate delivery of your         |
|                        |                                       |                       |               |    |            | package the next business day. We          |
| 9414811898765498357654 | Devon Energy Production Company, L.P. | 333 W Sheridan Ave    | Oklahoma City | ОК | 73102-5010 | apologize for the delay.                   |
|                        |                                       |                       |               |    |            | Your package will arrive later than        |
|                        |                                       |                       |               |    |            | expected, but is still on its way. It is   |
| 9414811898765498357692 | Dragoon Creek Minerals, LLC           | 2821 W 7th St Ste 515 | Fort Worth    | TX | 76107-8912 | currently in transit to the next facility. |

## 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 November 21, 2023 and ending with the issue dated November 21, 2023.

Publisher

Sworn and subscribed to before me this 21st day of November 2023.

Business Manager

My commission expires

Hannary 29, 2027

(Seal) STATE OF NEW MEXICO
(Seal) 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 21, 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 <a href="https://www.emnrd.nm.gov/ocd/hearing-info/">https://www.emnrd.nm.gov/ocd/hearing-info/</a> or obtained from Sheila Apodaca, at Sheila. Apodaca@emnrd.nm.gov. Documents filed in these cases may be viewed at <a href="https://ocdimage.emnrd.nm.gov/imaging/Default.aspx">https://ocdimage.emnrd.nm.gov/imaging/Default.aspx</a>. 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=m8e2efa70128b8314f91bf0542ac8df6c

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: 820MT I BPEOR NM, LLC; 820MT II BPEOR NM, LLC; Betsy Bond, her heirs and devisees; CCJR Properties, LLC; Claire Chilton Lopez, her heirs and devisees; COG Operating LLC; Concho Oil & Gas LLC; Devon Energy Production Company, L.P.; Dragoon Creek Minerals, LLC; EOG Resources, Inc.; Ewell H. Muse, Ill, his or her heirs and devisees; Fine Line BPEOR NM, LLC; Fortis Minerals II, LLC; J. D. Murchison Interests, Inc.; Jamle E. Jennings and George J, Lee, Trustees of the Jennings-Lee Trust; Joe John Bond, his heirs and devisees; John C. Ryan, IV, his heirs and devisees; John C. Thomas, his heirs and devisees; John Lawrence Chilton, his heirs and devisees; Katherine K. McIntyre, her heirs and devisees; Keystone (RMB) BPEOR NM, LLC; Keystone O&G Multi-State, LLC; KWCL Properties; LMBI O&G Multi-State, L.L.C.; McMullen Minerals, LLC; McEC Petroleum Corp.; Murchison Oil and Gas, LLC; Nestegg Energy; Oxy Y-1 Company; Pegasus Resources NM, LLC; Pegasus Resources, LLC; Richard Royall Ryan, his heirs and devisees; RMB BPEOR NM, LLC; Roger John Allen and Nancy Edge Jennings Allen, Trustees of the Allen Family Revocable Trust; Santa Elena Minerals IV, LP; Sharbro Energy, LLC; SRBI O&G Multi-State, L.L.C.; SRBMT I BPEOR NM, LLC; SRBMT II BPEOR NM, LLC; Susan J. Croft, her heirs and devisees; Susan Ryan, her heirs and devisees; Tap Rock Excluded Minerals, LLC; Tap Rock Resources, LLC; TD Minerals LLC; The Allar Company, and Thru Line O&G Multi-State, L.L.C.

Case No. 24012: Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling a standard 319.85-acre, more or less, horizontal well spacing unit in an interval of the Wolfcamp formation underlying Lot 3, SE4NW4, and the E2SW4 of Section 2, and the E2W2 of Section 11, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico. Applicant seeks to pool the correlative stratigraphic interval from 12,412' MD as shown in the Dual Laterolog of the Stevens 11 #1 well (API No. 30-025-34246) to the base of the WC-025 G-09 S243310P; Upper Wolfcamp Oil Pool [98135]. Said unit will be initially dedicated to the proposed Charles Ling Fed Com 222H well, to be horizontally drilled from a surface location in the NE4NW4 equivalent (Lot 3) of Section 2 to a bottom hole location in the SE4SW4 (Unit N) of Section 11. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 22 miles northwest of Jal, New Mexico.

#D0285050

67100754

HOLLAND & HART LLC PO BOX 2208 SANTA FE, NM 87504-2208 00285050

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. D
Submitted by: Matador Production Company
Hearing Date: December 7, 2023

Case No. 24012

Released to Imaging: 12/5/2023 2:19:20 PM