

**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING AUGUST 8, 2024**

CASE NO. 24695

LONNIE KING FED COM #211H WELL

LEA COUNTY, NEW MEXICO



32544260_v1

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

**APPLICATION OF MATADOR PRODUCTION COMPANY
TO AMEND ORDER NO. R-22226-A TO ALLOW
ADDITIONAL TIME TO COMMENCE DRILLING,
LEA COUNTY, NEW MEXICO.**

**CASE NO. 24695
ORDER NO. R-22226-A**

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

**APPLICATION OF MATADOR PRODUCTION COMPANY
TO AMEND ORDER R-22226-A TO ALLOW
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CASE NO. 24695
ORDER NO. R-22226-A

APPLICATION

Matador Production Company (“Matador” or “Applicant”), through its undersigned attorneys, files this application with the Oil Conservation Division to amend Order R-22226-A to allow additional time to commence drilling the initial well authorized by the pooling order. In support of its application, Matador states:

1. On August 29, 2022, the Division issued Order R-22226 in Case No. 22419 creating a standard 320-acre, more or less, horizontal well spacing unit in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) comprised of the W/2 SW/4 of Section 18, the W/2 W/2 of Section 19, and the W/2 NW/4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the “Unit”). Matador is the designated operator of the Unit and Order R-22226 dedicates the Unit to the proposed **Lonnie King Fed Com 211H** well.
2. On September 11, 2023, the Division issued Order No. R-22226-A extending the time to commence drilling the initial well to August 29, 2024.
3. Good cause now exists to extend the drilling deadline to August 29, 2025.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A
Submitted by: Matador Production Company
Hearing Date: August 8, 2024
Case No. 24695

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on August 8, 2024, and, after notice and hearing as required by law, the Division enter an order extending the time for Matador to commence drilling the initial well authorized by Order R-22226.

Respectfully submitted,

HOLLAND & HART LLP

By: 

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**ATTORNEYS FOR MATADOR PRODUCTION
COMPANY**

CASE _____ : **Application of Matador Production Company to Amend Order R-22226-A to Allow Additional Time to Commence Drilling, Lea County, New Mexico.** Applicant in the above-styled cause seeks a year extension of the time to commence drilling the well authorized by Order No. R-22226, which pooled the Wolfcamp formation underlying the W/2 SW/4 of Section 18, the W/2 W/2 of Section 19, and the W/2 NW/4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-22226 dedicated this pooled horizontal well spacing unit to the proposed **Lonnie King Fed Com 211H** well, to be drilled from a surface location in the SW/4 NW/4 (Unit E) of Section 30, to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 18. Said area is located approximately 9 miles northwest of Jal, New Mexico.

**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. 23653
ORDER NO. R-22226-A**

ORDER

The Director of the New Mexico Oil Conservation Division (“OCD”), having heard this matter through a Hearing Examiner on August 3, 2023, 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”) requesting an extension to drill the well(s) as required by Order R-22226, as amended (“Order”).
2. Operator identified the owners of uncommitted interests in oil and gas minerals in the Unit and provided evidence that notice of the Application was given.
3. Operator has demonstrated good cause to extend the deadlines in the Order.
4. The Application was heard by the Hearing Examiner, during which Operator presented evidence through affidavits in support of the Application. No other party presented evidence at the hearing.

CONCLUSIONS OF LAW

5. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.
6. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
7. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.

ORDER

8. The period to drill the well(s) is extended until August 29, 2024.
9. This Order shall terminate automatically if Operator fails to comply with Paragraph 7 unless prior to termination Operator applies, and OCD grants, to amend the Order for good cause shown.

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Santa Fe, New Mexico
Exhibit No. B
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10. OCD retains jurisdiction of this matter for the entry of such orders as may be deemed necessary.
11. The remaining provisions of the Order remain in force or effect.

**STATE OF NEW MEXICO
OIL CONSERVATION DIVISION**



**DYLAN M FUGE
DIRECTOR**

DMF/hat

Date: 9/11/2023

CASE NO. 23653
ORDER NO. R-22226-A

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

APPLICATION OF MATADOR PRODUCTION COMPANY
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TIME TO COMMENCE DRILLING, LEA COUNTY, NEW MEXICO.

CASE NO. 24695
ORDER NO. R-22226-A

SELF-AFFIRMED STATEMENT 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 an Area Land Manager.
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 August 29, 2022, the Division issued Order R-22226 in Case No. 22419 creating a standard 320-acre, more or less, horizontal well spacing unit in the Wolfcamp formation (Jal; Wolfcamp, West [33813]) comprised of the W/2 SW/4 of Section 18, the W/2 W/2 of Section 19, and the W/2 NW/4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the “Unit”). Matador is the designated operator of the Unit and Order R-22226 dedicates the Unit to the proposed **Lonnie King Fed Com 211H** well.
5. On September 11, 2023, the Division issued Order No. R-22226-A extending the time to commence drilling the initial well to August 29, 2024.

6. Matador is eager to develop this acreage and has previously filed its application for a federal APD for the initial well in September 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 previously 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.

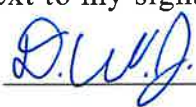
7. Once Matador's previously filed federal APD is approved, Matador intends to promptly drill the initial well under the order. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until August 29, 2025.

8. Matador does not have any further updates to the updated summary of interests with respect to this pooling order.

9. 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.

10. The granting of this application will prevent waste and protect correlative rights.

11. 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.



David Johns



Date

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

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**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 application was sent by certified mail to the locatable affected parties on the date set forth in the letter attached hereto.

3. The spreadsheet attached hereto contains 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 this notice as of July 29, 2024.

5. I caused a notice to be published to all parties subject to this request for extension proceeding. An affidavit of publication from the publication’s legal clerk with a copy of the notice publication is 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.

**BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. D
Submitted by: Matador Production Company
Hearing Date: August 8, 2024
Case No. 24695**



Paula M. Vance

08/01/2024

Date



Paula M. Vance
Associate
Phone (505) 988-4421
pmvance@hollandhart.com

July 19, 2024

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: ALL POOLED INTEREST OWNERS

Re: Application of Matador Production Company to Amend Order R-22226-A to Allow Additional Time to Commence Drilling, Lea County, New Mexico: Lonnie King Fed Com 211H well

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 August 8, 2024, and the status of the hearing can be monitored through the Division’s website at <https://www.emnrd.nm.gov/ocd/>.

It is anticipated that hearings will be held in a hybrid format with both in-person and virtual participation options. The meeting will be held in the Pecos Hall Hearing Room at the Wendall Chino Building, 1st Floor, 1220 South St. Francis Dr., Santa Fe, New Mexico. To participate virtually in the 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,

Paula M. Vance
**ATTORNEY FOR MATADOR PRODUCTION
COMPANY**

T 505.988.4421
110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849
Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208
www.hollandhart.com

Alaska	Montana	Utah
Colorado	Nevada	Washington, D.C.
Idaho	New Mexico	Wyoming

MRC - Lonnie King 136H and 211H - Case nos. 24694 and 24695
Postal Delivery Report

9414811898765466639102	Chisos, Ltd.	1331 Lamar St	Houston	TX	77010-3025	Your item was forwarded to a different address at 9:55 am on July 24, 2024 in HOUSTON, TX. This was because of forwarding instructions or because the address or ZIP Code on the label was incorrect.
9414811898765466639195	ZPZ Delaware I LLC	2000 Post Oak Blvd Ste 100	Houston	TX	77056-4497	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765466639140	Gulf Coast Western, LLC	14160 Dallas Pkwy Fl 5	Dallas	TX	75254-4319	Your item was delivered to an individual at the address at 10:56 am on July 25, 2024 in DALLAS, TX 75254.
9414811898765466639188	John & Theresa Hillman Family Properties, LP	PO Box 50187	Midland	TX	79710-0187	This is a reminder to pick up your item before August 6, 2024 or your item will be returned on August 7, 2024. Please pick up the item at the MIDLAND, TX 79710 Post Office.
9414811898765466639133	Manix Royalty, Ltd.	PO Box 2818	Midland	TX	79702-2818	Your item arrived at the MIDLAND, TX 79701 post office at 5:17 pm on July 25, 2024 and is ready for pickup.
9414811898765466639171	Special Exploration, LLC	1801 Avenue I	Eunice	NM	88231	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765466639355	The McDaniel Company, Inc.	12900 Preston Rd Ste 415	Dallas	TX	75230-1353	Your item was delivered to an individual at the address at 12:51 pm on July 22, 2024 in DALLAS, TX 75230.

MRC - Lonnie King 136H and 211H - Case nos. 24694 and 24695
Postal Delivery Report

9414811898765466639362	Marjam Energy, LLC Texas	8150 N Central Expy Ste 1525	Dallas	TX	75206-1852	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765466639324	Milagro Resources, LP	415 W Wall St Ste 1118	Midland	TX	79701-4439	Your item was delivered to an individual at the address at 4:07 pm on July 24, 2024 in MIDLAND, TX 79701.
9414811898765466639300	G.W. Hannett, whose marital status is unknown	PO Box 1849	Albuquerque	NM	87103-1849	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765466639386	Charles E. Barnhart, whose marital status is unknown	PO Box 1849	Albuquerque	NM	87103-1849	Your item arrived at the SANTA FE, NM 87501 post office at 12:19 pm on July 27, 2024 and is ready for pickup.
9414811898765466639331	T.G. Cornish, whose marital status is unknown	PO Box 1849	Albuquerque	NM	87103-1849	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765466639379	Janeen Scott, as her separate property	PO Box 33	Scio	OH	43988-0033	Your item was picked up at the post office at 8:59 am on July 23, 2024 in SCIO, OH 43988.
9414811898765466639058	Luann Youngman, as her separate property	12374 Lawndell St SW	Beach City	OH	44608-9771	Your item was delivered to an individual at the address at 2:07 pm on July 22, 2024 in BEACH CITY, OH 44608.
9414811898765466639065	DMA, Inc.	PO Box 1496	Roswell	NM	88202-1496	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765466639027	Charmar, LLC	4815 Vista Del Oso Ct NE	Albuquerque	NM	87109-2558	Your item was delivered to an individual at the address at 1:08 pm on July 22, 2024 in ALBUQUERQUE, NM 87109.

MRC - Lonnie King 136H and 211H - Case nos. 24694 and 24695
Postal Delivery Report

9414811898765466639003	Richard C. Deason, whose marital status is unknown	1301 Havenhurst Dr Apt 217	West Hollywood	CA	90046-4546	Your item was delivered to an individual at the address at 6:39 pm on July 22, 2024 in LOS ANGELES, CA 90046.
9414811898765466639096	Thomas D. Deason, whose marital status is unknown	6402 Cr 7240	Lubbock	TX	79424	Your shipment was received at 3:42 pm on July 19, 2024 in DENVER, CO 80217. The acceptance of your package is pending.
9414811898765466639041	Ronald H. Mayer, Trustee of the Ronald H Mayer and Martha M. Mayer Revocable Trust dated March 19, 1990	PO Box 2391	Roswell	NM	88202-2391	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765466639089	SAP, LLC	4901 Whitney Ln	Roswell	NM	88203-9002	Your item was delivered to an individual at the address at 2:22 pm on July 22, 2024 in ROSWELL, NM 88203.
9414811898765466639034	Robert N. Enfield, Trustee of the Robert N. Enfield Revocable Trust dated March 16, 1999	PO Box 2431	Santa Fe	NM	87504-2431	This is a reminder to pick up your item before August 7, 2024 or your item will be returned on August 8, 2024. Please pick up the item at the SANTA FE, NM 87504 Post Office.
9414811898765466639072	Lisa M. Enfield, Trustee of the Lisa M. Enfield Trust dated January 23, 2015	465 Camino Manzano	Santa Fe	NM	87505-2833	This is a reminder to arrange for redelivery of your item or your item will be returned to sender.
9414811898765466639416	MLE, LLC	1211 W Muirlands Dr	La Jolla	CA	92037-5506	Your item arrived at our USPS facility in ALBUQUERQUE, NM 87101 on July 28, 2024 at 1:11 pm. The item is currently in transit to the destination.

MRC - Lonnie King 136H and 211H - Case nos. 24694 and 24695

Postal Delivery Report

9414811898765466639454	Bryan Bell Family LLC	213 20th St	New Orleans	LA	70124-1235	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
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Affidavit of Publication

STATE OF NEW MEXICO
COUNTY OF LEA

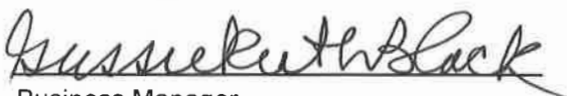
I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

Beginning with the issue dated
July 25, 2024
and ending with the issue dated
July 25, 2024.



Publisher

Sworn and subscribed to before me this
25th day of July 2024.



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	LEGAL
LEGAL NOTICE July 25, 2024	
<p>Case No. 24695: Application of Matador Production Company to Amend Order R-22226-A to Allow Additional Time to Commence Drilling, Lea County, New Mexico. Notice to all affected interest owners, including all heirs, devisees and successors of: Chisos, Ltd.; 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; Charles E. Barnhart, whose marital status is unknown; T.G. Cornish, whose marital status is unknown; Janeen Scott, as her separate property; Luann Youngman, as her separate property; DMA, Inc.; Charmar, LLC; Richard C. Deason, whose marital status is unknown; Thomas D. Deason, whose marital status is unknown; 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 Revocable Trust dated March 16, 1999; Lisa M. Enfield, Trustee of the Lisa M. Enfield Trust dated January 23, 2015; MLE, LLC; Bryan Bell Family LLC. The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearing 8:30 a.m. on August 8, 2024, to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform. To participate in the hearings electronically, see the instructions posted on the docket for the hearing date: https://www.emnrd.nm.gov/oed/hearing-info/ or contact Freya Tschantz, at Freya.Tschantz@emnrd.nm.gov. Applicant in the above-styled cause seeks a year extension of the time to commence drilling the well authorized by Order No. R-22226, which pooled the Wolfcamp formation underlying the W/2 SW/4 of Section 18, the W/2 W/2 of Section 19, and the W/2 NW/4 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico. Order No. R-22226 dedicated this pooled horizontal well spacing unit to the proposed Lonnie King Fed Com 211H well, to be drilled from a surface location in the SW/4 NW/4 (Unit E) of Section 30, to a bottom hole location in the NW/4 SW/4 (Unit L) of Section 18. Said area is located approximately 9 miles northwest of Jal, New Mexico.</p> <p>#00292549</p>	

67100754

00292549

HOLLAND & HART LLC
110 N GUADALUPE ST., STE. 1
SANTA FE, NM 87501

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. E
Submitted by: Matador Production Company
Hearing Date: August 8, 2024
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