BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING DECEMBER 4, 2025

CASE No. 25749

CIMARRON U-TURN EXTENSION - ORDER R-23569

LEA COUNTY, NEW MEXICO



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

APPLICATION OF MRC PERMIAN COMPANY TO EXTEND THE DRILLING DEADLINE UNDER ORDER NO. R-23569, LEA COUNTY, NEW MEXICO.

CASE NO. 25749 ORDER NO. R-23569

TABLE OF CONTENTS

- MRC Exhibit A: Application of MRC Permian Company for an Extension
- MRC Exhibit B: Original Pooling Order
- MRC Exhibit C: Self Affirmed Statements of Hawks Holder, Landman
 - o MRC Exhibit C-1: Evidentiary Notice Exhibit
- MRC Exhibit D: Self-Affirmed Statement of Notice
- MRC Exhibit E: Affidavit of Publication for the Case

Received by OCD: 11/21/2025 2:30:47 PM

Page 3 lof 24

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

APPLICATION OF MRC PERMIAN COMPANY TO EXTEND THE DRILLING **DEADLINE UNDER ORDER NO. R-23569,**

LEA COUNTY, NEW MEXICO.

CASE NO. 25749 ORDER NO. R-23569

APPLICATION

MRC Permian Company ("MRC" or "Applicant"), through its undersigned attorneys,

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

under compulsory pooling Order No. R-23569 ("Pooling Order"). In support of its application,

MRC states:

1. On December 12, 2024, the Division entered Order No. R-23569 in Case No.

24366, which approved a standard 320-acre, more or less, overlapping horizontal well spacing unit

in the Bone Spring formation comprised of the E/2 of Section 16, Township 19 South, Range 34

East, NMPM, Lea County, New Mexico (the "Unit") and pooled the uncommitted mineral interests

therein. Matador Production Company (OGRID No. 228937) is the operator under the Pooling

Order and the pooled spacing unit is initially dedicated to the proposed Cimarron State Com

1143H and Cimarron State Com 1243H wells.

2. Good cause exists to extend the deadline to commence drilling the initial wells

under the Pooling Order.

3. Under the Order, Applicant would be required to commence drilling the well by

December 13, 2025, and therefore, asks for the deadline to commence drilling the well be extended

for a year, to December 13, 2026.

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 13, 2025, and, after notice and hearing as required by law, the Division enter an order extending the time for MRC to commence drilling the proposed initial well under the Order.

Respectfully submitted,

HOLLAND & HART LLP

By

Adam G. Rankin
Paula M. Vance
Post Office Box 2208
Santa Fe, NM 87504
505-988-4421
505-983-6043 Facsimile
agrankin@hollandhart.com
pmvance@hollandhart.com

ATTORNEYS FOR MRC PERMIAN COMPANY & MATADOR PRODUCTION COMPANY

CASE :

Application of MRC Permian Company to Extend the Drilling Deadline Under Order No. R-23569, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the initial wells under Order No. R-23569. The Unit is comprised of a standard 320-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation comprised of the E/2 of Section 16, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico. Order No. R-23569 approved the overlapping spacing unit and pooled the uncommitted mineral interests in the Bone Spring formation and dedicated the Unit to the proposed initial **Cimarron State Com 1143H** and **Cimarron State Com 1243H** u-turn wells, both to be horizontally drilled from surface locations in the NE/4 of Section 16, with first take points in the NE/4 NE/4 (Unit A) of Section 16 and last take points in the NW/4 NE/4 (Unit B) of Section 16. The subject area is located approximately 17 miles northwest of Monument, New Mexico.

BEFORE THE OIL CONSERVATION DIVISION A Santa Fe, New Mexico Exhibit No. B Submitted by: Matador Production Company Hearing Date: December 4, 2025

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. 24366 ORDER NO. R-23569

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on December 5, 2024, and after considering the testimony, evidence, and recommendation of the Hearing and Technical Examiners, issues the following Order.

FINDINGS OF FACT

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

CONCLUSIONS OF LAW

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

Released to Imaging: 11/21/2025 4:02:38 PM

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

ORDER

- 15. The uncommitted interests in the Unit are pooled as set forth in Exhibit A.
- 16. The Unit shall be dedicated to the Well(s) set forth in Exhibit A.
- 17. Operator is designated as operator of the Unit and the Well(s).
- 18. If the location of a well will be unorthodox under the spacing rules in effect at the time of completion, Operator shall obtain the OCD's approval for a non-standard location in accordance with 19.15.16.15(C) NMAC.
- 19. If the Unit is a non-standard horizontal spacing unit which has not been approved under this Order, Operator shall obtain the OCD's approval for a non-standard horizontal spacing unit in accordance with 19.15.16.15(B)(5) NMAC.
- 20. The Operator shall commence drilling the Well(s) within one year after the date of this Order, and complete each Well no later than one (1) year after the commencement of drilling the Well.
- 21. This Order shall terminate automatically if the Operator fails to comply with the preceding paragraph unless the Operator requests an extension by notifying the OCD and all parties that required notice of the original compulsory pooling application in accordance with 19.15.4.12.B and 19.15.4.12.C NMAC. Upon no objection after twenty (20) days the extension is automatically granted up to one year. If a protest is received the extension is not granted and the Operator must set the case for a hearing.
- 22. Operator may propose reasonable deviations from the development plan via notice to the OCD and all parties that required notice of the original compulsory pooling application in accordance with 19.15.4.12.B and 19.15.4.12.C NMAC. Upon no objection after twenty (20) days the deviation is automatically granted. If a protest is received the deviation is not granted and the Operator must set the case for a hearing.

CASE NO. 24366 ORDER NO. R-23569

Page 2 of 5

- 23. The infill well requirements in 19.15.13.9 NMAC through 19.15.13.12 NMAC shall be applicable.
- 24. Operator shall submit each owner of an uncommitted working interest in the pool ("Pooled Working Interest") an itemized schedule of estimated costs to drill, complete, and equip the well ("Estimated Well Costs").
- 25. No later than thirty (30) days after Operator submits the Estimated Well Costs, the owner of a Pooled Working Interest shall elect whether to pay its share of the Estimated Well Costs or its share of the actual costs to drill, complete and equip the well ("Actual Well Costs") out of production from the well. An owner of a Pooled Working Interest who elects to pay its share of the Estimated Well Costs shall render payment to Operator no later than thirty (30) days after the expiration of the election period, and shall be liable for operating costs, but not risk charges, for the well. An owner of a Pooled Working Interest who fails to pay its share of the Estimated Well Costs or who elects to pay its share of the Actual Well Costs out of production from the well shall be considered to be a "Non-Consenting Pooled Working Interest."
- 26. No later than one hundred eighty (180) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the Actual Well Costs. The Actual Well Costs shall be considered to be the Reasonable Well Costs unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Reasonable Well Costs after public notice and hearing.
- 27. No later than sixty (60) days after the expiration of the period to file a written objection to the Actual Well Costs or OCD's order determining the Reasonable Well Costs, whichever is later, each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs shall pay to Operator its share of the Reasonable Well Costs that exceed the Estimated Well Costs, or Operator shall pay to each owner of a Pooled Working Interest who paid its share of the Estimated Well Costs its share of the Estimated Well Costs that exceed the Reasonable Well Costs.
- 28. The reasonable charges for supervision to drill and produce a well ("Supervision Charges") shall not exceed the rates specified in Exhibit A, provided however that the rates shall be adjusted annually pursuant to the COPAS form entitled "Accounting Procedure-Joint Operations."
- 29. No later than within ninety (90) days after Operator submits a Form C-105 for a well, Operator shall submit to each owner of a Pooled Working Interest an itemized schedule of the reasonable charges for operating and maintaining the well ("Operating Charges"), provided however that Operating Charges shall not include

CASE NO. 24366 ORDER NO. R-23569

Page 3 of 5

the Reasonable Well Costs or Supervision Charges. The Operating Charges shall be considered final unless an owner of a Pooled Working Interest files a written objection no later than forty-five (45) days after receipt of the schedule. If an owner of a Pooled Working Interest files a timely written objection, OCD shall determine the Operating Charges after public notice and hearing.

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

CASE NO. 24366 ORDER NO. R-23569

Date: 12/12/2024

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

GERASIMOS RAZATOS DIRECTOR (Acting)

GR/dm

CASE NO. 24366 ORDER NO. R-23569

R-23569 EXHIBIT A

COMPULSORY POOLING APPLICATION CHECKLIST				
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS				
Case: 24366 APPLICANT'S RESPONSE				
Date: December 5, 2024				
Applicant	MRC Permian Company			
Designated Operator & OGRID (affiliation if applicable)	Matador Production Company [OGRID 228937]			
Applicant's Counsel:	Holland & Hart LLP			
Case Title:	Application of MRC Permian Company for Approval of an Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Lea County, New Mexico			
Entries of Appearance/Intervenors:	E.G.L. Resources, Inc			
Well Family	Cimarron			
Formation/Pool				
Formation Name(s) or Vertical Extent:	Bone Spring			
Primary Product (Oil or Gas):	Oil			
Pooling this vertical extent:	N/A			
Pool Name and Pool Code:	Quail Ridge; Bone Spring (50460)			
Well Location Setback Rules:	Statewide Rules			
Spacing Unit				
Type (Horizontal/Vertical)	Horizontal			
Size (Acres)	320-acres			
Building Blocks:	Quarter-Quarter sections			
Orientation:	North-South U-turn			
Description: TRS/County	E2 of Section 16, T19S, R34E, NMPM, Lea County, New Mexico			
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in the application?	Yes			
Other Situations				
Depth Severance: Y/N. If yes, description	No			
Proximity Tracts: If yes, description	N/A			
Proximity Defining Well: if yes, description	N/A			
Applicant's Ownership in Each Tract	Exhibit A-4			
Well(s)				
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)	BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico CP Checklist			

Submitted by: MRC Permian Company Hearing Date: December 5, 2024 Case No. 24366

R-23569 EXHIBIT A

Well #1	Cimarron State Com 1143H (API No. pending) SHL: 395' FNL & 1105' FEL (Unit A) of Sec. 16, T19S, R34E BHL: 100' FNL & 2310' FEL (Unit B) of Sec. 16, T19S, R34E Completion Target: Bone Spring formation Well Orientation: North-South U-turn Completion Location expected to be: Standard
Well #2	Cimarron State Com 1243H (API No. pending) SHL: 395' FNL & 1075' FEL (Unit A) of Sec. 16, T19S, R34E BHL: 100' FNL & 2310' FEL (Unit B) of Sec. 16, T19S, R34E Completion Target: Bone Spring formation Well Orientation: North-South U-turn Completion Location expected to be: Standard
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 filed 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) If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to notice requirements.	Exhibits A-3 N/A
Pooled Parties (including ownership type)	Exhibit A-4
Unlocatable Parties to be Pooled Ownership Depth Severance (including percentage above & below)	N/A N/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

R-23569 EXHIBIT A

Cost Estimate for Production Facilities	Exhibit A-5
Geology	
Summary (including special considerations)	Exhibit B
Spacing Unit Schematic	Exhibit B-2
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-2
Well Orientation (with rationale)	Exhibit B
Target Formation	Exhibit B
HSU Cross Section	Exhibit B-3
Depth Severance Discussion	N/A
Forms, Figures and Tables	
A-202	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	Exhibits A-2, B-2
Structure Contour Map - Subsea Depth	Exhibit B-2
Cross Section Location Map (including wells)	Exhibit B-2
Cross Section (including Landing Zone)	Exhibit B-3
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information pr	· · · · · · · · · · · · · · · · · · ·
Printed Name (Attorney or Party Representative):	Michael H. Feldewert
Signed Name (Attorney or Party Representative):	- pahal & + Mavers 27-Nov-24
Date:	27-Nov-24

Received by OCD: 11/21/2025 2:30:47 PM

Page 14 of 24

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

APPLICATION OF MRC PERMIAN COMPANY TO EXTEND THE DRILLING DEADLINE UNDER ORDER R-23569, LEA COUNTY, NEW MEXICO.

> CASE NO. 25749 ORDER NO. R-23569

AFFIDAVIT OF HAWKS HOLDER

Hawks Holder, of lawful age and being first duly sworn, declares as follows:

1. My name is Hawks Holder. 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 December 12, 2024, the Division entered Order No. R-23569 in Case No.

24366, which approved a standard 320-acre, more or less, overlapping horizontal well spacing unit

in the Bone Spring formation comprised of the E/2 of Section 16, Township 19 South, Range 34

East, NMPM, Lea County, New Mexico and pooled the uncommitted mineral interests therein.

Matador Production Company (OGRID No. 228937) is the operator under the pooling order and

the pooled spacing unit is initially dedicated to the proposed Cimarron State Com 1143H and

Cimarron State Com 1243H wells.

5. Matador has not spud the initial wells under Order No. R-23569 during the initial

term of the Order due to drill schedule availability, which was compounded when Matador reduced

1

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico Exhibit No. C its rig count during 2025. However, Matador is eager to develop this acreage and anticipates that it will drill both of the initial wells within the requested extension period.

- 6. Good cause therefore exists to extend the deadline to commence drilling under the order for a year, until December 13, 2026.
- 7. There have not been any changes to the summary of interests pooling exhibit from Case No. 24366.
- 8. None of the working interest owners that remain subject to these pooling orders have been asked at this time to make an election on the applicable well, or to pay their estimated share of the costs to drill, complete and equip the applicable well.
- 9. Matador has provided the law firm of Holland & Hart LLP with the names and addresses of the parties subject to the existing pooling order and instructed that they be notified of Matador's extension request. In compiling this notice list, Matador conducted a diligent search of all public records in the county where the proposed wells are located, including computer searches.
 - 10. The granting of this application will prevent waste and protect correlative rights.

FURTHER AFFIANT SAYETH NAUGHT.

HAWKS HOLDER

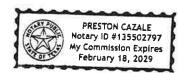
STATE OF TEXAS	
COUNTY OF DALLAS	

SUBSCRIBED and SWORN to before me this day of October 2025 by Hawks Holder.

NOTARY PUBLIC

My Commission Expires:

2/18/2029



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

APPLICATION OF MRC PERMIAN COMPANY TO EXTEND THE DRILLING DEADLINE UNDER ORDER R-23569, LEA COUNTY, NEW MEXICO.

CASE NO. 25749 ORDER NO. R-23569

SELF-AFFIRMED STATEMENT OF HAWKS HOLDER

- 1. My name is Hawks Holder. 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. **MRC Exhibit C-1** contains a chart showing the owners in spacing unit and whether those owners are already committed to the unit or not and, if so, the type of commitment. MRC Exhibit C-1 also indicates, upon information and belief, the dates notice of this hearing was mailed to each party and the date of notice by publication for this hearing, which is based on information provided by Matador's outside counsel at Holland and Hart who prepared and sent such notices.
- 5. **MRC Exhibit C-1** was either prepared by me or compiled under my direction and supervision.

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.

Hawks Holder	11/20/2025
Hawks Holder	Date

Cimarron Fed Com - E2 Bone Spring						
Owner Name	Ownership Type	Ownership Status	Commitment Type	Notice Provided - Letter	Notice Provided - NOP	Exhibit
PBEX II, LLC	WI	Committed	Previously Force Pooled	10/24/2025	1029/2025	Exhibit D and E
Foran Oil Company	ORRI	Committed	Previously Force Pooled	10/24/2025	1029/2025	Exhibit D and E
Wing Resources VI LLC	ORRI	Committed	Previously Force Pooled	10/24/2025	1029/2025	Exhibit D and E
Elk Range Royalties II LP	ORRI	Committed	Previously Force Pooled	10/24/2025	1029/2025	Exhibit D and E
Stewart Royalty, Inc.	ORRI	Committed	Previously Force Pooled	10/24/2025	1029/2025	Exhibit D and E
Charis Royalty F, LP	ORRI	Committed	Previously Force Pooled	10/24/2025	1029/2025	Exhibit D and E

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. C-1
Submitted by: Matador Production Company
Hearing Date: December 4, 2024
Case No. 25749

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

APPLICATION OF MRC PERMIAN COMPANY TO EXTEND THE DRILLING DEADLINE UNDER ORDER NO. R-23569, LEA COUNTY, NEW MEXICO.

CASE NO. 25749

SELF-AFFIRMED STATEMENT OF PAULA M. VANCE

1. I am attorney in fact and authorized representative of MRC Permian Company

("MRC"), 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 November 20, 2025.

5. I caused a notice to be published to all parties subject to these proceedings. An

affidavit of publication from the publication's legal clerk with a copy of the notice of 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: December 4, 2025

Case No. 25749

Released to Imaging: 11/21/2025 4:02:38 PM

11/20/25

Date



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

October 24, 2025

VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of MRC Permian Company to Extend the Drilling Deadline Under Order No. R-23569, Lea County, New Mexico: Cimarron State Com 1143H and

1243H Wells

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 November 13, 2025, 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 Hawks Holder at (972) 619-4336 or at hawks.holder@matadorresources.com.

Sincerely,

Paula M. Vance

ATTORNEY FOR MRC PERMIAN COMPANY & MATADOR PRODUCTION COMPANY

MRC - Cimarron U-Turn Extension - Order R-23569 - Case no. 25749 Postal Delivery Report

						Your item arrived at our COPPELL TX
						DISTRIBUTION CENTER destination
						facility on November 19, 2025 at 1:37
						am. The item is currently in transit to
9414811898765476066158	Charis Royalty F, LP	PO Box 93983	Southlake	TX	76092-0119	the destination.
						Your package will arrive later than
						expected, but is still on its way. It is
9414811898765476066127	Elk Range Royalties II LP	2110 Farrington St	Dallas	TX	75207-6502	currently in transit to the next facility.
						Your package will arrive later than
						expected, but is still on its way. It is
9414811898765476066196	Foran Oil Company	5400 Lbj Fwy Ste 1500	Dallas	TX	75240-1017	currently in transit to the next facility.
						Your item was delivered to an
						individual at the address at 3:12 pm on
						October 30, 2025 in MIDLAND, TX
9414811898765476066189	PBEX II, LLC	223 W Wall St Ste 900	Midland	TX	79701-4567	79701.
						Your item was delivered to an
						individual at the address at 10:31 am
						on November 3, 2025 in MIDLAND, TX
9414811898765476066134	Stewart Royalty, Inc.	4011 N Midland Dr	Midland	TX	79707-3534	79707.
						Your item was delivered to an
						individual at the address at 3:16 pm on
9414811898765476066318	Wing Resources VI LLC	2100 McKinney Ave Ste 1540	Dallas	TX	75201-2140	October 28, 2025 in DALLAS, TX 75201.

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

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

> Beginning with the issue dated October 29, 2025 and ending with the issue dated October 29, 2025.

Publisher

Sworn and subscribed to before me this 29th day of October 2025.

Business Manager

My commission expires

January 29, 2027

(Seal)

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

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

LEGAL NOTICE October 29, 2025

Case No. 25749: Application of MRC Permian Company to Extend the Drilling Deadline Under Order No. R-23569, Lea County, New Mexico. Notice to all affected interest owners, including all heirs, devisees and successors of: Charis Royalty F, LP; Elk Range Royalties II LP; Foran Oil Company; PBEX II, LLC; Stewart Royalty, Inc.; and Wing Resources VI 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 November 13, 2025, 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 h e a r i n g d a t e : https://www.emnrd.nm.gov/ocd/hearing-info/ or c o n t a c t Frey a T s c h a n t z, a t Freya. Tschantz@emnrd.nm.gov. Applicant in the above-styled cause seeks a year extension of time for drilling the initial wells under Order No. R-23569. The Unit is comprised of a standard 320-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation comprised of the E/2 of Section 16, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico. Order No. R-23569 approved the overlapping spacing unit and pooled the uncommitted mineral interests in the Bene Spring formation and dedicated the Unit to the proposed initial Cimarron State Com 1143H and Cimarron State Com 1243H u-turn wells, both to be horizontally drilled from surface locations in the NE/4 of Section 16, with first take points in the NE/4 (Unit A) of Section 16 and last take points in the NW/4 NE/4 (Unit B) of Section 16. The subject area is located approximately 17 miles northwest of Monument, New Mexico.

67100754

00305637

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: December 4, 2025

Case No. 25749