

State of New Mexico
Energy, Minerals and Natural Resources Department

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Mr. Kyle Perkins
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NON-STANDARD LOCATION

Administrative Order NSL - 8612

Matador Production Company [OGRID 228937]
Randy Allen 16 16S 37E State Well No. 1
API No. 30-025-51560

Surface Location; Directional Well

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	408 FSL & 2060 FEL	O	16	16S	37E	Lea
Terminus	474 FSL & 2400 FEL	O	16	16S	37E	Lea

Proposed Oil Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 SE/4 of Section 16	80	Lovington; Upper Penn, N.E.	40760

Reference is made to your application received on June 23rd, 2023.

This directional well will be completed within an unorthodox well location described above in the referenced pool or formation. This location is governed by special pool rule, R – 3816, which provides for 80-acre units, with wells to be located at least 150 feet from the center of the quarter - quarter section.

This well's completed interval is as close as 240 feet to the western boundary and 474 feet to the southern boundary. Encroachment will impact the following tracts.

Section 16, encroachment to the SE/4 SW/4
Section 21, encroachment to the NW/4 NE/4

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units towards which the proposed location encroaches.

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Division understands that you are seeking this orthodox location to allow for the most efficient development of acreage within the Upper Penn formation underlying the W/2 SE/4 of Section 16. All while protecting the correlative rights of affected persons and preventing waste within the formation.

Your application has been filed under Subsection 6 of Paragraph of Section (C) of 19.15.16.15 NMAC, 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 NMAC.

Per Subsection B of 19.15.15.13 NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



DYLAN M. FUGE
Division Director

Date: 7/24/2023

DMF/lrl

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
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CONDITIONS

Action 247155

CONDITIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 247155
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	8/2/2023