

**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-23478, LEA COUNTY, NEW MEXICO.**

**CASE NO. 25643
ORDER R-23478**

**APPLICATION OF MRC PERMIAN COMPANY
TO EXTEND THE DRILLING DEADLINE UNDER
ORDER R-23479, LEA COUNTY, NEW MEXICO.**

**CASE NO. 25645
ORDER R-23479**

**APPLICATION OF MRC PERMIAN COMPANY
TO EXTEND THE DRILLING DEADLINE UNDER
ORDER R-23482, LEA COUNTY, NEW MEXICO.**

**CASE NO. 25646
ORDER R-23482**

**APPLICATION OF MRC PERMIAN COMPANY
TO EXTEND THE DRILLING DEADLINE UNDER
ORDER R-23483, LEA COUNTY, NEW MEXICO.**

**CASE NO. 25647
ORDER R-23483**

MRC'S CONSOLIDATED PRE-HEARING STATEMENT

MRC Permian Company ("MRC" or "Applicant"), the applicant in the above-referenced matters, submits this Consolidated Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES**APPLICANT**

MRC Permian Company

ATTORNEYS

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APPLICANT'S STATEMENT OF THE CASES

Under these consolidated cases, MRC seeks orders extending the deadlines to drill the proposed wells, all located within Township 18 South, Range 34 East, and Township 19 South, Range 34 East, NMPM, Lea County, New Mexico:

- Under **Case No. 25643**, MRC seeks an order to amend Order No. R-23478 (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23478, entered on October 23, 2024, in Case No. 24287, created a standard 324.32-acre, more or less, horizontal well spacing unit comprised of the W/2 W/2 of Section 34, T18S-R34E, and Lot 4, the SW/4 NW/4, and the W/2 SW/4 (W/2 W/2 equivalent) of irregular Section 3, T19S-R34E (the “Unit”) and designated Matador Production Company (“Matador”) as operator of the Unit. Order R-23478 further pooled the uncommitted interests in the Bone Spring formation (Airstrip; Bone Spring [960] and Scharb; Bone Spring [55610] pools) in the Unit and dedicated the unit to the proposed initial **Art Smith State Com 121H** well;
- Under **Case No. 25645**, MRC seeks an order to amend Order No. R-23479 (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23479, entered on October 23, 2024, in Case No. 24288, created a

standard 324.28-acre, more or less, horizontal well spacing unit comprised of the E/2 W/2 of Section 34, T18S-R34E, and Lot 3, the SE/4 NW/4, and the E/2 SW/4 (E/2 W/2 equivalent) of irregular Section 3, T19S-R34E (the “Unit”) and designated Matador as operator of the Unit. Order R-23479 further pooled the uncommitted interests in the Bone Spring formation (Airstrip; Bone Spring [960] and Scharb; Bone Spring [55610] pools) in the Unit and dedicated the unit to the proposed initial **Art Smith State Com 122H**;

- Under **Case No. 25646**, MRC seeks an order to amend Order No. R-23482 (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23482, entered on October 23, 2024, in Case No. 24294, created a standard 324.32-acre, more or less, horizontal well spacing unit comprised of the W/2 W/2 of Section 34, T18S-R34E, and Lot 4, the SW/4 NW/4, and the W/2 SW/4 (W/2 W/2 equivalent) of irregular Section 3, T19S-R34E (the “Unit”) and designated Matador as operator of the Unit. Order R-23482 further pooled the uncommitted interests in the Wolfcamp formation (Airstrip; Wolfcamp [970] pool) in the Unit and dedicated the unit to the proposed initial **Art Smith State Com 241H** well;
- Under **Case No. 25647**, MRC seeks an order to amend Order No. R-23483 (“Order”) to allow for an extension of time for drilling the proposed initial well under the Order. Division Order No. R-23483, entered on October 23, 2024, in Case No. 24295, created a standard 324.28-acre, more or less, horizontal well spacing unit comprised of the E/2 W/2 of Section 34, T18S-R34E, and Lot 3, the SE/4 NW/4, and the E/2 SW/4 (E/2 W/2 equivalent) of irregular Section 3, T19S-R34E (the “Unit”) and designated Matador as operator of the Unit. Order R-23483 further pooled the uncommitted interests in the

Wolfcamp formation (Airstrip; Wolfcamp [970] pool) in the Unit and dedicated the unit to the proposed initial **Art Smith State Com 242H** well;

There is good cause for Applicant's request for an extension of time to drill. Matador did not spud the initial wells during the initial terms of the Orders due to drill schedule availability, which was compounded when Matador reduced its rig count during 2025. However, Matador is eager to develop the covered acreage and based on its current rig schedule is set to spud the initial wells before the end of 2025.

APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Isaac Evans, Landman	Affidavit	Approx. 1

PROCEDURAL MATTERS

Pursuant to the original Pooling Orders, MRC requests that the Division enter orders granting the extension requests if there are no objections.

Respectfully submitted,

HOLLAND & HART LLP

By: 

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State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

QUESTIONS

Action 511630

QUESTIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 511630
	Action Type: [HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony	
Please assist us by provide the following information about your testimony.	
Number of witnesses	Not answered.
Testimony time (in minutes)	Not answered.