BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING OCTOBER 9, 2025

CASE No. 25653

JIM ROLFE 122H EXTENSION ORDER R-23485

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 R-23485, LEA COUNTY, NEW MEXICO.

CASE NO. 25653 ORDER R-23485

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- MRC Exhibit B: Original Pooling Order
- MRC Exhibit C: Affidavit of Isaac Evans, Landman
- MRC Exhibit D: Self-Affirmed Statement of Notice
- MRC Exhibit E: Affidavit of Publication for the Case

Received by OCD: 10/2/2025/10/2473/19/AM

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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-23485, LEA COUNTY, NEW MEXICO.

> CASE NO. <u>25653</u> ORDER NO. R-23485

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-23485 ("Order"). In support of its application, MRC states:

1. On October 23, 2024, the Division entered Order No. R-23485 in Case No. 24305, which approved a standard 320-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation comprised of the E/2 W/2 of Sections 22 and 27, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"), and pooled the uncommitted 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 **Jim Rolfe Federal Com 122H** well.

2. Good cause exists to extend the deadline to commence drilling the initial well under the Pooling Order.

3. Under the Order, Applicant would be required to commence drilling the well by October 24, 2025, and therefore, asks for the deadline to commence drilling the well be extended for a year, to October 24, 2026.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A
Submitted by: Matador Production Company
Hearing Date: October 9, 2025
Case No. 25653

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on October 9, 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-23485, Lea County, New Mexico. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-23485. The Unit is comprised of the E/2 W/2 of Sections 22 and 27, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico. Order No. R-23485 approved the overlapping spacing unit and pooled the uncommitted mineral interests in the Bone Spring formation and dedicated the Unit to the proposed initial Jim Rolfe Federal Com 122H well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 34, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 22. Said area is located 22 miles west of Hobbs, New Mexico.

BEFORE THE OIL CONSERVATION DIVISION OF SANTA Fe, New Mexico Exhibit No. B
Submitted by: Matador Production Company Hearing Date: October 9, 2025

STATE OF NEW MEXICO Case No. 25653 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF APPLICATION FOR COMPULSORY POOLING SUBMITTED BY MATADOR PRODUCTION COMPANY

CASE NO. 24305 ORDER NO. R-23485

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on August 22, 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

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- 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. 24305 ORDER NO. R-23485

Page 2 of 8

- 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. 24305 ORDER NO. R-23485

Page 3 of 8

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.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

GERASIMOS RAZATOS DIRECTOR (Acting)

GR/jag

Date: _

10/23/24

Exhibit A

Received by OCD: 8/15/2024 3:33:55 PM Page 3 of 43 COMPULSORY POOLING APPLICATION CHECKLIST ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS Case: 24305 **APPLICANT'S RESPONSE** Date: August 22, 2024 **MRC Permian Company** Applicant 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 Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Lea County, New Mexico PBEX, LLC; E.G.L. Resources, Inc. Entries of Appearance/Intervenors: Well Family Jim Rolfe 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: Airstrip; Bone Spring (960) Well Location Setback Rules: Statewide Rules Spacing Unit Type (Horizontal/Vertical) Horizontal Size (Acres) 320-acres **Building Blocks:** Quarter-Quarter sections Orientation: South-North Description: TRS/County E2W2 of Sections 22 and 27, T18S, R34E, NMPM, Lea County, New Mexico Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is Yes approval of non-standard unit requested in the application? Other Situations Depth Severance: Y/N. If yes, description No Proximity Tracts: If yes, description N/A N/A Proximity Defining Well: if yes, description Applicant's Ownership in Each Tract Exhibit A-3 Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)

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Well #1	Jim Rolfe Fed Com 122H (API No. pending) SHL: 280' FNL & 1460' FWL (Unit C) of Sec. 34, T18S, R34E BHL: 110' FNL & 1980' FWL (Unit C) of Sec. 22, T18S, R34E Completion Target: Bone Spring formation Well Orientation: South-North Completion Location expected to be: Standard
Horizontal Well First and Last Take Points	Exhibit A-1
Completion Target (Formation, TVD and MD)	Exhibit A-4
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-2
Tract List (including lease numbers and owners) If approval of Non-Standard Spacing Unit is requested, Tract	Exhibits A-2 and A-3
List (including lease numbers and owners) of Tracts subject to notice requirements.	N/A
Pooled Parties (including ownership type)	Exhibit A-3
Unlocatable Parties to be Pooled	Exhibit A-5
Ownership Depth Severance (including percentage above & below)	N/A
Joinder	
Sample Copy of Proposal Letter	Exhibit A-4
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3
Chronology of Contact with Non-Joined Working Interests	Exhibit A-5
Overhead Rates In Proposal Letter	Exhibit A-4
Cost Estimate to Drill and Complete	Exhibit A-4
Cost Estimate to Equip Well	Exhibit A-4
Cost Estimate for Production Facilities	Exhibit A-4
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
Regate or thatiang: 8/16/2024 11:13:53 AM	Exhibit B

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HSU Cross Section	Exhibit B-3					
Depth Severance Discussion	N/A					
Forms, Figures and Tables						
A-102	Exhibit A-1					
Tracts	Exhibit A-2					
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-3					
General Location Map (including basin)	Exhibit B-1					
Well Bore Location Map	Exhibits A-1, 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						
	Applicant has dismissed the request for approval of					
Special Provisions/Stipulations	overlapping spacing units					
CERTIFICATION: I hereby certify that the information pr	ovided in this checklist is complete and accurate.					
Printed Name (Attorney or Party Representative):	Michael H. Feldewert					
Signed Name (Attorney or Party Representative):						
Date:	That I tellewers 15-Aug-24					

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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-23485. LEA COUNTY, NEW MEXICO.

> CASE NO. 25653 **ORDER NO. R-23485**

AFFIDAVIT OF ISAAC EVANS

Isaac Evans, of lawful age and being first duly sworn, declares as follows:

My name is Isaac Evans. I work MRC Energy Company, an affiliate of Matador

Production Company ("Matador"), as a Vice President - Land.

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.

On October 23, 2024, the Division entered Order No. R-23485 in Case No. 24305,

which pooled the uncommitted interests in a standard 320-acre, more or less, horizontal well

spacing unit in the Bone Spring formation comprised of the E/2 W/2 of Sections 22 and 27,

Township 18 South, Range 34 East, NMPM, Lea County, New Mexico (the "Unit"). Matador

Production Company (OGRID No. 228937) is the operator under the Pooling Order and the pooled

spacing unit is initially dedicated to the proposed Jim Rolfe Federal Com 122H well.

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

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. 25653

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.

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

FURTHER AFFIANT SAYETH NAUGHT.

ISAAC EVANS

STATE OF TEXAS

COUNTY OF DALLAS

SUBSCRIBED and SWORN to before me this <u>27</u> day of September 2025 by Isaac Evans.

NOTARY PUBLIC

My Commission Expires:

10/31/2028

GRACE JOHNSON
Notary Public, State of Texas
Comm. Expires 10-31-2028
Notary ID 135150912

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-23485, LEA COUNTY, NEW MEXICO.

CASE NO. 25653 ORDER R-23485

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 September 29, 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: October 9, 2025
Case No. 25653



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

September 19, 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-23485, Lea County, New Mexico: Jim Rolfe Fed Com 122H 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 October 9, 2025, and the status of the hearing can be monitored through the Division's website at http://www.emnrd.state.nm.us/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 Isaac Evans at (972) 587-4628 or isaac.evans@matadorresources.com.

Sincerely,

Paula M. Vance

ATTORNEY FOR MRC PERMIAN COMPANY & MATADOR PRODUCTION COMPANY

MRC - Jim Rolfe 122H Extension Order R-23485 - Case no. 25653 Postal Delivery Report

						Your package will arrive later than
						expected, but is still on its way. It
						is currently in transit to the next
9414811898765477235454	GMT New Mexico Royalty Company, LLC	1560 Broadway Ste 2000	Denver	СО	80202-5138	
						Your package will arrive later than
						expected, but is still on its way. It
						is currently in transit to the next
9414811898765477235560	Thomaston, LLC	1050 17th St Ste 2500	Denver	СО	80265-2080	facility.
						Your item was delivered to the
						front desk, reception area, or mail
						room at 11:22 am on September
						23, 2025 in OKLAHOMA CITY, OK
9414811898765477235461	Heritage Exploration - Permian, LLC	5600 N May Ave Ste 320	Oklahoma City	OK	73112-4275	73112.
						Your item has been delivered and
						is available at a PO Box at 10:28
	John Kyle Thoma, Trustee of the					am on September 22, 2025 in
9414811898765477235423	Cornerstone Family Trust	PO Box 558	Peyton	CO	80831-0558	PEYTON, CO 80831.
						Your item has been delivered and
						is available at a PO Box at 1:07 pm
						on September 22, 2025 in
9414811898765477235409	Lario Permian II, LLC	PO Box 29	Denver	CO	80201-0029	DENVER, CO 80202.
						Your item was delivered to an
						individual at the address at 2:59
						pm on September 23, 2025 in
9414811898765477235492	PBEX Minerals, LLC, PBEX, LLC	223 W Wall St Ste 900	Midland	TX	79701-4567	MIDLAND, TX 79701.
						Your item was delivered to an
						individual at the address at 12:29
						pm on September 24, 2025 in
9414811898765477235447	RAYBAW Operating, LLC	2626 Cole Ave Ste 300	Dallas	TX	75204-1094	DALLAS, TX 75204.
						Your item was delivered to an
						individual at the address at 12:08
						pm on September 23, 2025 in
9414811898765477235485	SHG Energy, LLC	4101 Kingwood Ct	Midland	TX	79707-2000	MIDLAND, TX 79707.

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MRC - Jim Rolfe 122H Extension Order R-23485 - Case no. 25653 Postal Delivery Report

						Your package will arrive later than
						expected, but is still on its way. It
						is currently in transit to the next
9414811898765477235478	Sitka Resources, LLC	5907 N Ossineke Dr	Spring	TX	77386-3799	facility.
						Your item was picked up at a
						postal facility at 10:08 am on
						September 25, 2025 in GRAHAM,
9414811898765477235515	The Allar Company	PO Box 1567	Graham	TX	76450-7567	TX 76450.

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 September 25, 2025 and ending with the issue dated September 25, 2025.

Publisher

Sworn and subscribed to before me this 25th day of September 2025.

Notary

My commission expires

August 09, 2029

(Seal)

PAULA GUELL-RISING
Notary Public
State of New Mexico
Comm. # 1135156
My Comm. Exp. Aug 9, 2029

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 September 25, 2025

Case No. 25653: Application of MRC Permian Company to Extend the Drilling Deadline Under Order No. R-23485, Lea County, New Mexico. Notice to all affected interest owners, including all heirs, devisees and successors of: GMT New Mexico Royalty Company, LLC; Heritage Exploration - Permian, LLC; John Kyle Thoma, Trustee of the Cornerstone Family Trust; Larlo Permian II, LLC; PBEX Minerals, LLC, PBEX, LLC; RAYBAW Operating, LLC; SHG Energy, LLC; Sitka Resources, LLC; The Allar Company; and Thomaston, 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 October 9, 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 hearing date; https://www.emnrd.nm.gov/ocd/hearing-info/ or contact Freya Tschantz@emrnd.nm.gov. Applicant in the above-styled cause seeks a year extension of time for drilling the well under Order No. R-23485. The Unit is comprised of the E/2 W/2 of Sections 22 and 27, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico. Order No. R-23485 approved the overlapping spacing unit and pooled the uncommitted mineral interests in the Bone Spring formation and dedicated the Unit to the proposed initial Jlm Rolfe Federal Com 122H well, to be horizontally drilled from a surface location in the NE/4 NW/4 (Unit C) of Section 34, to a bottom hole location in the NE/4 NW/4 (Unit C) of Section 22. Said area is located 22 miles west of Hobbs, New Mexico.

67100754

00304536

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: October 9, 2025

Case No. 25653