

State of New Mexico
Energy, Minerals and Natural Resources Department

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Governor

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Oil Conservation Division



October 14th, 2021

Mr. Kyle Perkins
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NON-STANDARD LOCATION

Administrative Order NSL-8235

Matador Production Company [OGRID 228932]
Michael Ryan Federal Com Well No. 204H
API No. 30-015-PENDING

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	658 FSL & 350 FWL	M	16	22S	28E	Eddy
First Take Point	550 FSL & 330 FWL	M	16	22S	28E	Eddy
Last Take Point	547 FSL & 1431 FEL	O	15	22S	28E	Eddy
Terminus	547 FSL & 1391 FEL	O	15	22S	28E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
S/2 of Section 16 & SW/4, W/2 SE/4 of Section 15	560	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on September 23rd, 2021.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This well is governed by special rules, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 111 feet to the eastern edge. Encroachment will impact the following tract.

Section 16, encroachment to the E/2 SE/4
Section 14, encroachment to the W/2 SW/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.

Division understands you are seeking this unorthodox location to allow for the most efficient development of this acreage thereby preventing waste within the Wolfcamp formation underlying the S/2 of section 16 and the SW/4, W/2 SE/4 of section 15.

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

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

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.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc:

State Land Office - Oil, Gas and Mineral Division