

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 - 8613

Matador Production Company [OGRID 228937]
Tim Parker 18 16S 37E State Well No. 1
API No. 30-025-51530

Surface Location; Directional Well

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	1166 FNL & 440 FEL	A	18	16S	37E	Lea
Terminus	1236 FNL & 621 FEL	A	18	16S	37E	Lea

Proposed Oil Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 NE/4 of Section 18	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 84 feet to the southern boundary. Encroachment will impact the following tracts.

Section 18, encroachment to the SE/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 E/2 NE/4 of Section 18. 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.
Santa Fe, NM 87505

CONDITIONS

Action 247167

CONDITIONS

Operator: MATADOR PRODUCTION COMPANY One Lincoln Centre Dallas, TX 75240	OGRID: 228937
	Action Number: 247167
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

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