Revised March 23, 2017

ID NO. 304808	NSL - 8/05
ID NO. 304808	1101 0703

RECEIVED:	REVIEWER:	TYPE:	APP NO: pLEL2401848854
	1	ABOVE THIS TABLE FOR OCD DIV	ISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION



- Geological & Enginee	ring Burgau -
1220 South St. Francis Drive, Sc	
ADMINISTRATIVE APPLIC	ATION CHECKLIST
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE API REGULATIONS WHICH REQUIRE PROCESSING A	
Applicant: Matador Production Company	OGRID Number: 228937
Well Name: Monika 14-17S-37E #1 Pool: Hobbs Channel; Bone Spring	API: 30-025-49719 Pool Code: 31705
POOL. 110003 Chamici, Boile Spring	F00i Code. 51703
SUBMIT ACCURATE AND COMPLETE INFORMATION REC	
1) TYPE OF APPLICATION: Check those which apply fo A. Location – Spacing Unit – Simultaneous Dedica NSL NSP (PROJECT AREA) B. Check one only for [1] or [1]	• •
 [1] Commingling – Storage – Measurement DHC	□EOR □PPR
 2) NOTIFICATION REQUIRED TO: Check those which application or lease holders B. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue C. Application requires published notice D. Notification and/or concurrent approval by E. Notification and/or concurrent approval by F. Surface owner G. For all of the above, proof of notification or H. No notice required 	owners y SLO y BLM Notice Complete Application Content Complete
3) CERTIFICATION: I hereby certify that the information administrative approval is accurate and complete understand that no action will be taken on this approvaling the complete to the Division.	to the best of my knowledge. I also
Note: Statement must be completed by an individual	with managerial and/or supervisory capacity.
	1/10/04
Kyle Perkins	1/18/24 Date
Print or Type Name	
Thin of type name	972-371-5202
01	Phone Number
The terms of the t	Kperkins@matadorresources.com
Signature	e-mail Address

Released to Imaging: 2/20/2024 8:28:46 AM

DISTRICT I 1825 N. FRENCH DR. HOBBS, NM 88240 Energy, Mi Phane: (675) 989-8181 Fax: (878) 393-0720 CIL 0 STRICT II 811 S. FIRST ST. ARTESIA, NM 88210 CIL 0 CIL 0

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 87410 Phone: (505) 334-6178 Fex: (505) 334-8170

DISTRICT IV 1220 S. ST. FRANCIS DR. SANTA FE, NM 87605 Phone: (605) 476-3460 Fax: (605) 476-3462 $\hfill\Box$ AMENDED REPORT

	WELL LOCATION AND	ACREAGE DEDICATION PLAT			
API Number	Pool Code	Pool Name			
30-025-49719	31705	Hobbs Channel: Bone	Spring		
Property Code	Prop	Well Number			
	MONIKA 14-17S-37E				
OGRID No.	Oper	Elevation			
228937	MATADOR PROI	3738.5'			

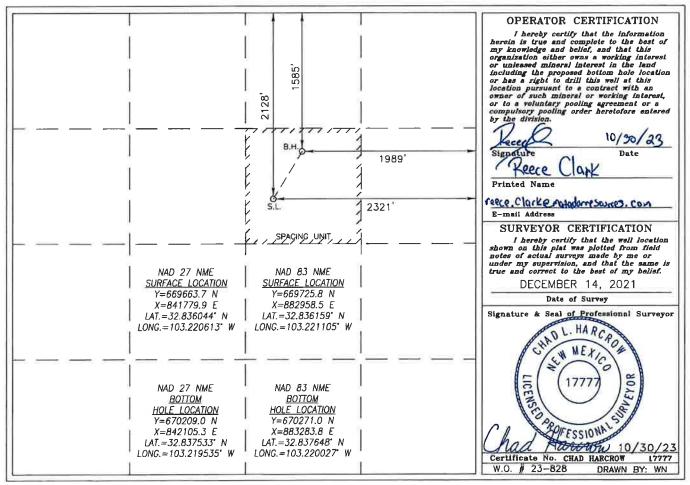
Surface Location

UL or lot	o. Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	14	17-S	37-E		2128	NORTH	2321	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	14	17-S	37-E		1585	NORTH	1989	EAST	LEA
Dedicated Acre	Joint o	r Infill C	nsolidation	Code Or	der No.				•
40									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



	Monika 14-17S-37E #1 Affected Parties				
Туре	Affected Party	Address	City, State, Zip	Affected Tract	Tracking Number
Mineral Owner	Alliance Land and Minerals	P.O. Box 809	Artesia, NM 88211	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6236 30
Mineral Owner	Angel Corr, f/k/a Angela E. Kastman	P.O. Box 5930	Lubbock, Tx 79408	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6236 47
Mineral Owner	Anna F. Kastman Jenkins	5668 Country View Lane	Frisco, TX 75034	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6236 54
Mineral Owner	Benton A. Kastman	P.O. Box 997	Lubbock, Tx 79408	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6236 61
Mineral Owner	Brandon A. Kastman	1950 West Bell Street	Houston, Tx 77019	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6236 78
	Charles and Beverly Overton Revocable Trust, Charles W. Overton and Beverly A. Overton,				
Mineral Owner	Trustees	P.O. Box 32	Yeso, NM 88136	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6236 85
Mineral Owner	Christine Johnson, f/k/a Christine Schlicher	6541 Park Lane	Dallas, TX 75225	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6236 92
Mineral Owner	David Petroleum Corporation	116 West First Street	Roswell, NM 88203	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 08
Mineral Owner	DEBCO	P.O. Box 1090	Roswell, NM 88202	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 15
Mineral Owner	Donna L. Strong	1004 Jackson Street SE	Albuerque, NM 87108	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 22
Mineral Owner	Featherstone Development Corporation	P.O. Box 429	Roswell, NM 88202	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 39
Mineral Owner	James Coe Schlicher	2309 Bridle Path	Austin, TX 78703	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 46
Mineral Owner	John Richard Nickon and Guy Nickson, Co-Trustees of the Joseph Richard Nickson Trust 12/15/1997	20 Brunswick Road	Montclair, NJ 07042	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 53
Mineral Owner	Kay R. McMillan, Trustee of the Kay R. McMillan Survivor's Trust	118 West First Street	Roswell, NM 88203	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 60
Mineral Owner	Lynn Strong Blackbum	3816 Cheraz Road NE	Albuerque, NM 87111	NW/4 NE/4 of Sec. 14-175-37E	9488 9090 0027 6008 6237 77
Mineral Owner	Marcelyn Beers Properties LLC	20579 Missionary Ridge St.	Walnut, CA 81789	NW/4 NE/4 of Sec. 14-175-37E	9488 9090 0027 6008 6237 84
Mineral Owner	Melonie F. Kastman	4347 Northwest HWY#120-36	Dallas, TX 75220	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6237 91
Mineral Owner	Ned Nickson, a/k/a Ned Nickson Jr.	P.O. Box 1587	Denison, Tx 75201	NW/4 NE/4 of Sec. 14-175-37E	9488 9090 0027 6008 6238 07
Willie Grand	Ned Nickson, a/k/a Ned Nickson Jr., Trustee for the Benefit of Ellen Nickson Brown, and Martha	1.6. Box 1367	Demon, 1x 75201	1111/ 1112/ 101300: 11 1/3 3/2	3400 3030 0027 0000 0230 07
Mineral Owner	J. Nickson, Deceased	P.O. Box 1587	Denison, Tx 75201	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6238 14
Mineral Owner		P.O. Box 88241	Hobbs, NM 88241	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6238 21
Mineral Owner	Oak Valley Mineral and Land, LP	P.O. Box 50820	Midland, TX 79710	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6238 38
Mineral Owner	Olli Energy, LLC	220 Wellington Road	Irving, TX 75063	NW/4 NE/4 of Sec. 14-175-37E	9488 9090 0027 6008 6238 45
Mineral Owner	Powhatan Carter III	P.O. Box 516	Fort Summer, NM 88004	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6238 52
Mineral Owner	Rita D. Schenck; Klien Bank, as successor corporate Co-Trustee; and William Carl Schenck, in their capacity as Co-Trustees of Trust B created under the terms and provisions of the Kirby D. Schenck and Rita D. Schenck Revocable Trust Agreement 10/2/1991	P.O. Box 1627	Lovington, NM 88260	NW/4 NE/4 of Sec. 14-175-37E	9488 9090 0027 6008 6238 69
Mineral Owner	Rodney Carter	5804 Westmont Drive	Plano, TX 75093	NW/4 NE/4 of Sec. 14-173-37E	9488 9090 0027 6008 6238 76
Mineral Owner	Ross Duncan Properties LLC	P.O. Box 647	Artesia, NM 88211	NW/4 NE/4 of Sec. 14-175-37E NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6238 76
Mineral Owner				NW/4 NE/4 of Sec. 14-175-37E NW/4 NE/4 of Sec. 14-17S-37E	
Mineral Owner Mineral Owner	Roy Barton, Jr.	P.O. Box 130	Hobbs, NM 88240 Ruidoso, NM 88550		9488 9090 0027 6008 6238 90
	South Fifth Energy, LLC			NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6239 06
Mineral Owner	Tanna Energy Partners, LP	P.O. Box 50820	Midland, TX 79710	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6239 13
Mineral Owner	XTO Holdings, LLC	22777 Springwoods Village Parkway	Spring, TX 77389	NW/4 NE/4 of Sec. 14-17S-37E	9488 9090 0027 6008 6239 20

Matador Production Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240
Voice 972.371.5202
kperkins@matadorresources.com

Kyle Perkins Senior Vice President and Assistant General Counsel

January 18, 2024

VIA CERTIFIED MAIL/RRR

TO AFFECTED PARTIES

Re: Application for Administrative Approval of Non-Standard Location for Matador's Monika 14-17S-37E #1 (API No. 30-025-49719) – Hobbs Channel; Bone Spring (Pool Code 31705).

To Whom It May Concern,

Enclosed is a copy of the above-referenced application that was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please give me a call at your convenience.

Sincerely,

Kyle Perkins

Matador Production Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 972.371.5202 kperkins@matadorresources.com

Kyle Perkins Senior Vice President and Assistant General Counsel

January 18, 2024

VIA ONLINE FILING

Mr. Leonard R. Lowe Engineering Bureau New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Application for Administrative Approval of Non-Standard Location for Matador's Monika 14-17S-37E #1 (API No. 30-025-49719) – Hobbs Channel; Bone Spring (Pool Code 31705).

Dear Mr. Lowe,

Matador Production Company respectfully requests administrative approval of a non-standard location for its Monika 14-17S-37E #1 (API No. 30-025-49719), to be completed in the Hobbs Channel; Bone Spring (Pool Code 31705).

Matador's Monika 14-17S-37E #1 (API No. 30-025-49719) is a directional well, which Matador previously drilled and completed in the Strawn formation in the Humble City; Strawn, South (Pool Code 33500). Matador previously received an approved non-standard location for that Strawn completion under NMOCD Administrative Order No. NSL-8308.

Based on the results from the Strawn completion, Matador plans to potentially test another zone in the existing wellbore in the Third Bone Spring of the Bone Spring formation. Matador will be separately filing a sundry for approval of that operation and plugging back the Strawn formation, but files this application for a non-standard location with respect to such Bone Spring completion. In addition, Matador may also plan to test the Upper Wolfcamp formation in this well, for which Matador will file a separate application for non-standard location for that formation.

Matador's Bone Spring well will be completed only at the bottom hole location. Matador is not aware of any special pool rules for the Hobbs Channel; Bone Spring (Pool Code 31705), and therefore pursuant to NMAC 19.15.15.9 the spacing in this oil pool will be 40-acre spacing with the well to be no closer than 330' to a boundary unit.

Mr. Leonard R. Lowe January 18, 2024 Page 2

As set forth below, Matador's application requests a non-standard location because the proposed bottom hole is closer than 330' to the boundary of the 40-acre spacing unit. The details of Matador's proposed recompletion in the Bone Spring formation is as follows:

- 1. Well name: Monika 14-17S-37E #1 (API No. 30-025-49719)
- 2. Pool: Hobbs Channel; Bone Spring (Pool Code 31705)
- 3. <u>Spacing Unit</u>: SW/4 NE/4 of Section 14, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico.

This is a standard spacing unit in this pool pursuant to NMAC 19.15.15.9. A copy of a draft form C102 for the well is enclosed. The well will be the first well completed in this spacing unit in this pool.

- 4. Acreage in Spacing Unit: 40 acres.
- 5. Directional Well Location:
 - a. <u>Directional Well Surface Location</u>: 2,128' FNL, 2,321 FEL of Section 14, T17S, R37E, Lea County, New Mexico.
 - b. <u>Directional Well Bottom Hole Location</u>: 1,585' FNL, 1,989' FEL of Section 14, T17S, R37E, Lea County, New Mexico.
 - c. <u>Directional Well's Completed Interval</u>: The well's entire completed interval will be located at the bottom hole location; specifically, 1,585' FNL, 1,989' FEL of Section 14, T17S, R37E, Lea County, New Mexico.
- 6. Matador requests this non-standard location because the wellbore has already been drilled when Matador previously drilled and completed this well in the deeper Strawn formation. The Third Bone Spring target that Matador intends to test is located in the existing wellbore at the bottom hole location listed above, and Matador has no way of changing that bottom hole to a standard location without re-drilling the entire well. Matador does not believe it would be cost-efficient to re-drill the entire well to test the Third Bone Spring at a standard location and it may be cost-prohibitive. Accordingly, the granting of Matador's application would prevent waste and lead to the most efficient development of this acreage.
- 7. The well is in an oil pool and we anticipate the well will produce both oil and gas.

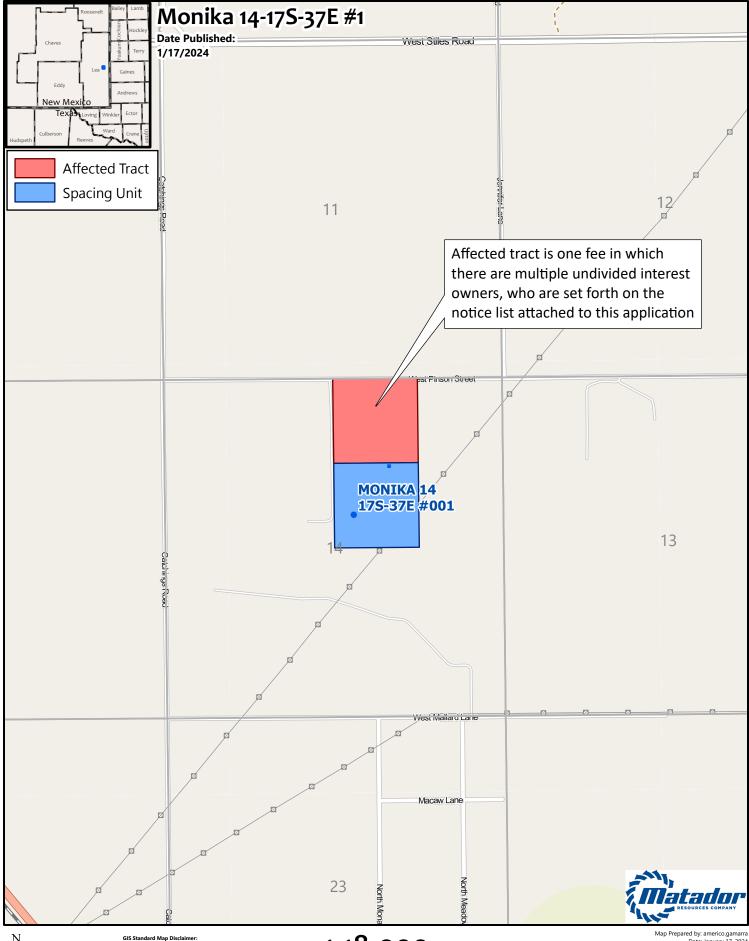
Mr. Leonard R. Lowe January 18, 2024 Page 3

8. Pursuant to NMAC 19.15.4.12, the affected persons in this circumstance are those located in the adjoining quarter-quarter sections. Accordingly, the area of encroachment is the NW/4 NE/4 of Section 14, T17S, R37E, Lea County, New Mexico. The NW/4 NE/4 of Section 14, T17S, R37E, Lea County, New Mexico is one fee tract in which there are multiple undivided interest owners, each of whom is set forth on the notice list attached hereto. Matador will provide notice of this application to each of these persons, as shown on the enclosed exhibit.

If you would like any additional information regarding this application, please let me know.

Sincerely,

Kyle Perkins



GIS Standard Map Disclaimer:

The cartinguality modest is for intronstroad purposes and may not to be a cartinguality modest in the cartinguality purposes. Users of this information should review or commit the primary data and information sources to accretion the usability of the information.

Feet

O 500 1.000 2.000

1:18,000 1 inch equals 1,500 feet

Map Prepared by: americo.gamarra
Date: January 17, 2024
Project: \\gis\UserData\agamarra\~temp\20240108 Monika 14-175-37E\Monika Exhibit apro
Spatial Reference: NAD 1983 StatePlane New Mexico East FIPS 3001 Feet
Sources: IHS; ESR|; US DOI BLM Carlsbad, NM Field Office, GIS Department;
Texas Cooperative Wildlife Collection, Texas A&W University,
United States Census Bureau [TIGER];

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

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

CONDITIONS

Action 304808

CONDITIONS

Operator:	OGRID:
MATADOR PRODUCTION COMPANY	228937
One Lincoln Centre	Action Number:
Dallas, TX 75240	304808
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By		Condition Date
llowe	None	1/18/2024