RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVE THIS TABLE FOR OCD DIVI		
	- Geologi	CO OIL CONSERVA ical & Engineering rancis Drive, Santa	<b>TION DIVISION</b> Bureau –	States and States
THIS CF	IECKLIST IS MANDATORY FOR A	RATIVE APPLICATIC ALL ADMINISTRATIVE APPLICAT EQUIRE PROCESSING AT THE E	IONS FOR EXCEPTIONS T	
Applicant:				D Number:
Well Name:			API:	Cada
POOI:			POOL	Code:
SUBMIT ACCURA	te and complete in	Formation Requir Indicated Belov		THE TYPE OF APPLICATION
A. Location -	CATION: Check those - Spacing Unit – Simu SL □ NSP <sub>(</sub> =			SD
[ I ] Comn [] [ II ] Inje <u>c</u> t	e only for [1] or [1] hingling – Storage – N DHC ©CTB ©F ion – Disposal – Press WFX ©PMX ©S	PLC UPC UOL ure Increase – Enha	nced Oil Recove	ery FOR OCD ONLY
A. Offset of B. Royalty C. Applic D. Notifica E. Notifica F. Surface G. For all of	REQUIRED TO: Check operators or lease ho y, overriding royalty c ation requires publish ation and/or concurr ation and/or concurr e owner of the above, proof c ice required	Iders whers, revenue owr red notice rent approval by SLC rent approval by BLN	) /	Notice Complete Application Content Complete
administrative a understand that	: I hereby certify that approval is <b>accurate</b> at <b>no action</b> will be ta e submitted to the Di	and <b>complete</b> to the ken on this applicat	e best of my kno	• •
Not	e: Statement must be compl	eted by an individual with r	nanagerial and/or sup	ervisory capacity.

Print or Type Name

Pathin

Signature

Date

Phone Number

e-mail Address

.



Paula M. Vance Associate Phone (505) 988-4421 Fax (505) 819-5579 pmvance@hollandhart.com

August 28, 2024

## VIA ONLINE FILING

Gerasimos Razatos, Acting Division Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Application of Matador Production Company for administrative approval to surface commingle (pool and lease commingle) oil and gas production, off-lease measure, and off-lease store from spacing units underlying Lots 3 & 4, E/2 SW/4, and the SE/4 (S/2 equivalent) of irregular Section 30 and Lots 1-4, E/2 W/2 and the E/2 (all of Section 31 equivalent) of irregular Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Lands")

Dear Mr. Razatos:

Matador Production Company (OGRID No. 228937) ("Matador"), pursuant to 19.15.12.10 NMAC, seeks administrative approval to surface commingle (pool and lease), off-lease measure, and off-lease store diversely owned oil and gas production at the **Weinberger Bivins Tank Battery** ("TB") *insofar as all existing and future wells drilled in the following spacing units*:

(a) The 247.83-acre spacing unit comprised of Lots 3 and 4 (W/2 SW/4 equivalent) of irregular Section 30 and Lots 1-4 (W/2 W/2 equivalent) of irregular Section 31, in the WC-025 G-08 S253534O; Bone Spring [97088] – currently dedicated to the **Weinberger Fed Com #135H** (API. No. 30-025-53267);

(b) The 240-acre spacing unit comprised of the E/2 SW/4 of irregular Section 30 and the E/2 W/2 of irregular Section 31, in the WC-025 G-08 S253534O; Bone Spring [97088] – currently dedicated to the **Weinberger Fed Com #136H** (API. No. 30-025-53268);

(c) The 240-acre spacing unit comprised of the E/2 SE/4 of irregular Section 30 and the E/2 E/2 of irregular Section 31, in the WC-025 G-08 S253534O; Bone Spring [97088] – currently dedicated to the **Bivins Fed Com #138H** (API. No. 30-025-53265);

(d) The 247.83-acre spacing unit comprised of Lots 3 and 4 (W/2 SW/4 equivalent) of irregular Section 30 and Lots 1-4 (W/2 W/2 equivalent) of irregular Section 31, in the Jal; Wolfcamp, West [33813] – currently dedicated to the **Weinberger Fed Com** #**211H** (API. No. 30-025-53269);



Paula M. Vance Associate Phone (505) 988-4421 Fax (505) 819-5579 pmvance@hollandhart.com

(e) The 240-acre spacing unit comprised of the E/2 SW/4 of irregular Section 30 and the E/2 W/2 of irregular Section 31, in the Jal; Wolfcamp, West [33813] – currently dedicated to the **Weinberger Fed Com #212H** (API. No. 30-025-53270);

(f) The 240-acre spacing unit comprised of the W/2 SE/4 of Section 30 and the W/2 E/2 of Section 31, in the Jal; Wolfcamp, West [33813] – currently dedicated to the **Bivins Fed Com #213H** (API. No. 30-025-53266);

(g) The 240-acre spacing unit comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, in the Jal; Wolfcamp, West [33813] – currently dedicated to the **Bivins Fed Com #214H** (API. No. 30-025-PENDING); and

(h) Pursuant to 19.15.12.10.C(4)(g), from all future additions of pools, leases or leases and pools to the Weinberger Bivins Tank Battery with notice provided only to the owners of interests to be added.

Oil and gas production from these spacing units will be commingled and sold at the **Weinberger Bivins Tank Battery**, which is located off the project area in the SE/4 NW/4 and SW/4 NE/4 (Units F and G) and requires approval under 19.15.23.9 NMAC. Production from the wellbores will flow into a wellhead test separator, which will separate the oil, gas, and water. Gas production from the separators will be individually metered with a calibrated orifice meter that is manufactured to AGA specifications. Oil production from the separator will be separately metered using turbine meters.

**Exhibit 1** is a land plat showing Matador's current development plan, flow lines, well pads, the TB ("Facility Pad") in the subject area, and common gathering line. The plat also identifies the wellbores and lease/spacing unit boundaries.

**Exhibit 2** is a completed Application for Surface Commingling (Diverse Ownership) Form C-107-B, that includes a statement from Oscar Gonzalez, Production Engineer with Matador, identifying the facilities and the measurement devices to be utilized, a detailed schematic of the surface facilities (Exhibit A to the statement) and an example gas analysis (Exhibit B to the statement).

**Exhibit 3** is a C-102 for each of the wells currently permitted or drilled within the existing spacing units.

Exhibit 4 includes relevant communitization agreements.

Ownership is diverse between the above-described spacing units, each of which are either subject to a pooling agreement or a pooling order and are therefore considered "leases" as defined by 19.15.12.7(C) NMAC. **Exhibit 5** is a list of the interest owners (including any owners of royalty or overriding royalty interests) affected by this application, an example of the letters sent by certified mail advising the interest owners that any objections must be filed in writing with the Division within



Paula M. Vance Associate Phone (505) 988-4421 Fax (505) 819-5579 pmvance@hollandhart.com

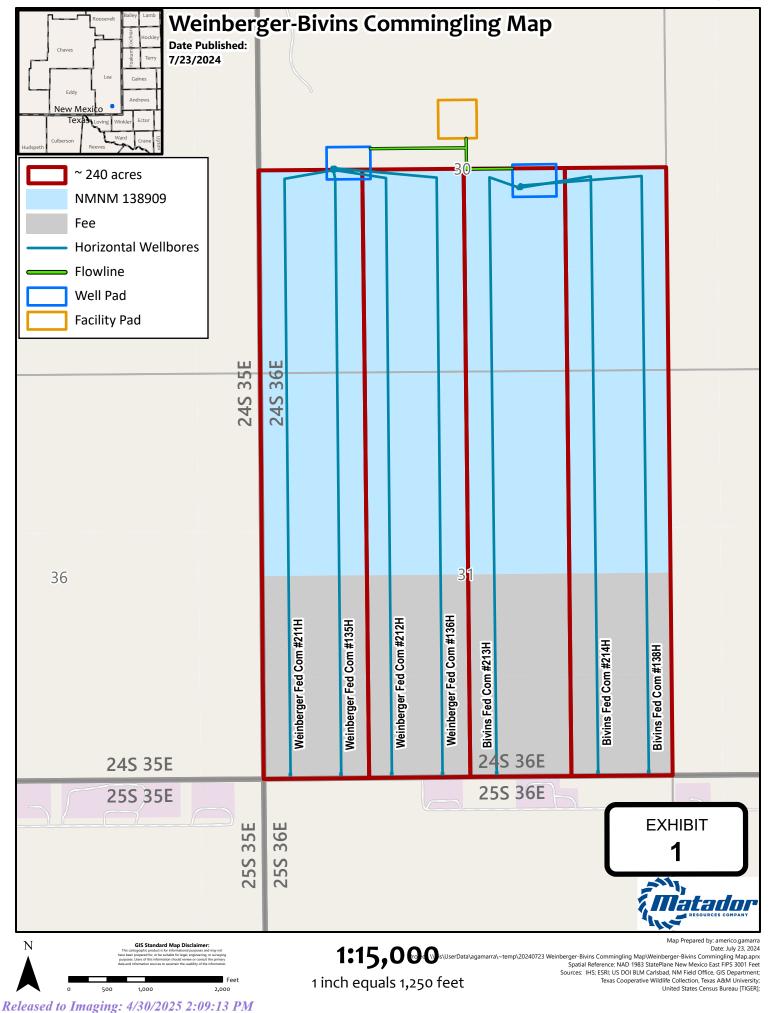
20 days from the date the Division receives this application, and proof of mailing. A copy of this application has been provided to the Bureau of Land Management since federal lands are involved.

Thank you for your attention to this matter, and please feel free to call if you have any questions or require additional information.

Sincerely,

Paula M. Vance ATTORNEY FOR MATADOR PRODUCTION COMPANY

Received by OCD: 8/28/2024 11:13:48 AM



1000 Rio Brazos Road, Aztec, NM 87410

1220 S. St Francis Dr, Santa Fe, NM

District I

District II

District III

District IV

87505

State of New Mexico 1625 N. French Drive, Hobbs, NM 88240 Energy, Minerals and Natural Resources Department 811 S. First St., Artesia, NM 88210

**OIL CONSERVATION DIVISION** 

1220 S. St Francis Drive Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

**EXHIBIT** 

2

## APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: Matador P	OPERATOR NAME: Matador Production Company							
OPERATOR ADDRESS:     5400 LBJ Freeway Tower 1 Suite 1500 Dallas, TX 75240								
APPLICATION TYPE:								
Pool Commingling Lease Commingling	Pool and Lease Corr	nmingling Off-Lease	Storage and Measurement (Only if not Surf	ace Commingled)				
	LEASE TYPE: 🛛 Fee 🗌 State 🖂 Federal							
	Is this an Amendment to existing Order? Yes XNo If "Yes", please include the appropriate Order No. Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling							
Have the Bureau of Land Management (I	3LM) and State Land	office (SLO) been not	tified in writing of the proposed com	mingling				
	(A) POOL COMMINGLING Please attach sheets with the following information							
	Please attach sheets	s with the following in	ntormation					
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production	Calculated Value of Commingled Production	Volumes				
[33813] JAL; WOLFCAMP, WEST	45.77°		\$80.03/bbl oil (price realization Q1	3,600 BOPD				
[33813] JAL; WOLFCAMP, WEST	1,320 BTU	41.87°	2024)	3,200 MCFPD				
[97088] WC-025 G-08 S253534O; BONE SPRING	37.62°	1,322,7 BTU	\$1,56/mcf (price realization Q1	3,300 BOPD				
[97088] WC-025 G-08 S253534O; BONE SPRING	1,325 BTU		2024)	3,900 MCFPD				
<ul> <li>(2) Are any wells producing at top allowabl</li> <li>(3) Has all interest owners been notified by</li> <li>(4) Measurement type: ⊠Metering □</li> <li>(5) Will commingling decrease the value of</li> </ul>	certified mail of the pro Other (Specify) Meteri	ng via well test	⊠Yes □No be why commingling should be approved					
	(B) LEAS	SE COMMINGLIN	IG					
		s with the following in						
<ol> <li>Pool Name and Code-</li> <li>Is all production from same source of supply? Yes No</li> <li>Has all interest owners been notified by certified mail of the proposed commingling? Yes No</li> <li>Measurement type: Metering Other (Specify)</li> </ol>								
	(C) DOOL and	LEASE COMMIN						
	· /	LEASE COMMIN s with the following in						
(1) Complete Sections A and E.								
	OFF I FASE OT	ODACE and MEA	SUDEMENT					
		ORAGE and MEA ts with the following						
(1) Is all production from same source of su								
(2) Include proof of notice to all interest ow	ners.							
(E) ADI	DITIONAL INFO	RMATION (for all	application types)	_				
		s with the following in	nformation					
<ul><li>(1) A schematic diagram of facility, includin</li><li>(2) A plat with lease boundaries showing all</li></ul>		ons Include lease numbe	ers if Federal or State lands are involved					
<ul><li>(3) Lease Names, Lease and Well Numbers,</li></ul>		interest rease number						
I hereby certify that the information above is the	I hereby certify that the information above is true and complete to the best of my knowledge and belief.							
SIGNATURE: O'scar Houles		TLE: Production Engine	erDATE;	5/21/2024				
TYPE OR PRINT NAME Oscar Gonzale:			TELEPHONE NO .: (972) 629 2147					
E-MAIL ADDRESS: ogonzalez@matador	esources.com							

122

# Matador Production Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 972.619.4343 • Fax 972.371.5201 ogonzalez@matadorresources.com

Oscar Gonzalez Production Engineer

May 21, 2024

New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: Application of Matador Production Company for Administrative Approval to Surface Commingle (pool and lease commingle) Production from the Spacing Units Comprising of All of Section 31 and the S/2 of Section 30, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Lands")

To Whom This May Concern,

Matador Production Company ("Matador"), OGRID: 228937, requests to commingle future oil and gas production from the Wolfcamp and Bone Spring formation from seven (7) distinct wells located on the Lands and future production from the Lands as described herein. All wells will be metered through individual test separators with an oil turbine meter and gas orifice meter. The gas commingling will occur after individual measurement at each well. Gas exiting each well test flows into one gathering line, as depicted on Exhibit A. Each well on the Lands will have its own test separator with an orifice meter manufactured and assembled in accordance with American Gas Association (AGA) specifications. All primary and secondary Electronic Flow Measurement (EFM) equipment is tested and calibrated by a reputable third party measurement company in accordance with industry specifications.

The orifice meter is the preferred measurement device utilized by midstream and E&P companies in natural gas measurement. The gas samples are obtained at the time of the meter testing/calibration and the composition and heating value are determined by a laboratory in accordance with American Petroleum Institute (API) specifications to ensure accurate volume and Energy (MMBTU) determinations. See example from Laboratory Services attached as Exhibit B hereto.

The flow stream from each wellhead is demonstrated in the Process Flow Diagram (PFD) attached as **Exhibit A** hereto. This PFD shows that the water, oil, and gas exit the wellbore and flow into a wellhead three-phase separator which separates the oil, gas, and water. The oil is measured via turbine meter which is calibrated periodically in accordance with industry specifications by a third party measurement company for accuracy. The gas is measured on a volume and MMBTU basis by an orifice meter and supporting EFM equipment in accordance with American Petroleum Association (API) Chapter 21.1. The gas is then sent into a gathering line where it is commingled with each of the other wells' metered gas, as shown on **Exhibit A**. The gathering line gas is then metered by another orifice meter at the tank battery check to show the total volume of gas leaving the Tank Battery. This meter is tested and calibrated in accordance with industry specifications and volume and energy are determined on an hourly, daily, and monthly basis. Once the gas exits this final tank battery sales check it travels directly into a third party sales connect meter. Northwind Midstream has its own orifice meter that measures the gas for custody transfer. These meters are also calibrated periodically to ensure the measurement accuracy.

In conclusion, all the oil and gas produced on the Lands is and will be metered at each wellhead and allocated correctly using the same measurement equipment as the pipeline sales measurement specifications accepted by API as industry standard.

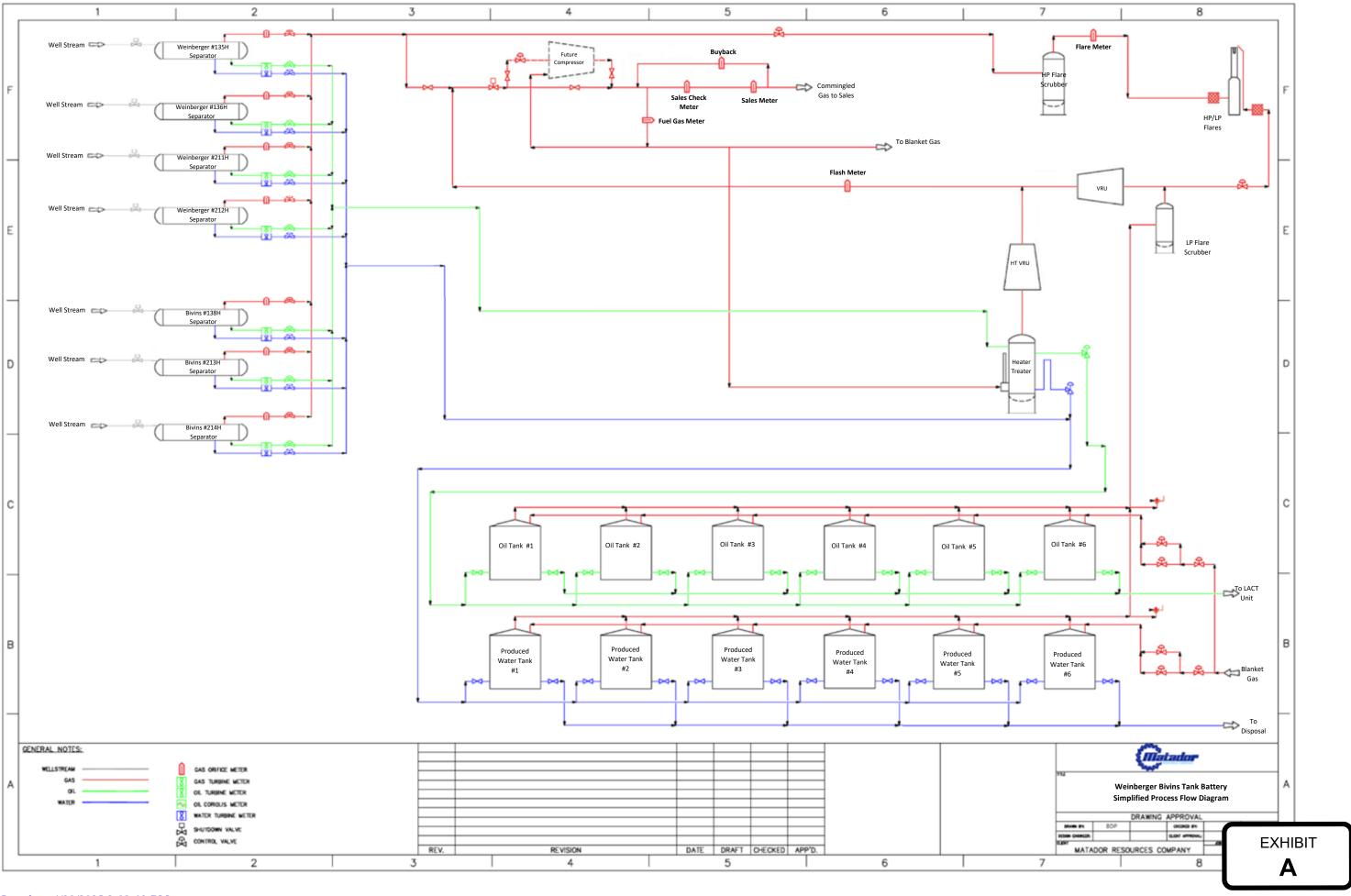
Very truly yours,

MATADOR PRODUCTION COMPANY

Oscon Jyel

Oscar Gonzalez Production Engineer

Page 2 of 2



#### FESCO, Ltd. 1100 Fesco Ave. - Alice, Texas 78332

For: Matador Production Company One Lincoln Centre 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240

Sample: Uncle Richard State COM No. 213H First Stage Separator Spot Gas Sample @ 260 psig & 120 °F

Date Sampled: 07/05/2023

Job Number: 232585.001

COMPONENT	MOL%	GPM
Hydrogen Sulfide*	0.040	
Nitrogen	2.291	
Carbon Dioxide	0.945	
Methane	73.105	
Ethane	13.119	3.592
Propane	6.400	1.805
Isobutane	0.701	0.235
n-Butane	1.676	0.541
2-2 Dimethylpropane	0.024	0.009
Isopentane	0.407	0.152
n-Pentane	0.386	0.143
Hexanes	0.327	0.138
Heptanes Plus	<u>0.579</u>	<u>0.230</u>
Totals	100.000	6.847

#### **CHROMATOGRAPH EXTENDED ANALYSIS - GPA 2286**

#### **Computed Real Characteristics Of Heptanes Plus:**

Specific Gravity	3.294	(Air=1)
Molecular Weight	95.02	
Gross Heating Value	5043	BTU/CF

#### **Computed Real Characteristics Of Total Sample:**

Specific Gravity	0.775	(Air=1)
Compressibility (Z)	0.9959	
Molecular Weight	22.37	
Gross Heating Value		
Dry Basis	1320	BTU/CF
Saturated Basis	1298	BTU/CF

\*Hydrogen Sulfide tested on location by: Stain Tube Method (GPA 2377) Results: 25.16 Gr/100 CF, 400.0 PPMV or 0.040 Mol %



Base Conditions: 15.025 PSI & 60 Deg F

Sampled By: (16) D. Field Analyst: LG Processor: RG Cylinder ID: T-2754 Certified: FESCO, Ltd. - Alice, Texas

Released to Imaging: 4/30/2025 2:09:13 PM

Conan Pierce 361-661-7015

•

.

#### CHROMATOGRAPH EXTENDED ANALYSIS - GPA 2286 TOTAL REPORT

COMPONENT	MOL %	GPM		WT %
Hydrogen Sulfide*	0.040	Grivi		0.061
	2.291			2.869
Nitrogen Carbon Dioxide	0.945			1.859
Methane	73.105			52.428
Ethane	13.119	3.592		17.635
Propane	6.400	1.805		12.616
Isobutane	0.701	0.235		1.821
n-Butane	1.676	0.235		4.355
2,2 Dimethylpropane	0.024	0.009		4.333 0.077
	0.407	0.009		1.313
Isopentane n-Pentane	0.386	0.132		1.245
	0.003	0.143		0.012
2,2 Dimethylbutane	0.000	0.001		0.002
Cyclopentane		0.000		
2,3 Dimethylbutane	0.040			0.154
2 Methylpentane	0.104 0.064	0.044		0.401
3 Methylpentane		0.027		0.247 0.447
n-Hexane	0.116	0.049		-
Methylcyclopentane	0.063	0.023		0.237
Benzene	0.100	0.029		0.349
Cyclohexane	0.082	0.029		0.309
2-Methylhexane	0.014	0.007		0.063
3-Methylhexane	0.020	0.009		0.090
2,2,4 Trimethylpentane	0.011	0.006		0.056
Other C7's	0.034	0.015		0.151
n-Heptane	0.035	0.017		0.157
Methylcyclohexane	0.049	0.020		0.215
Toluene	0.060	0.021		0.247
Other C8's	0.042	0.020		0.207
n-Octane	0.013	0.007		0.066
Ethylbenzene	0.007	0.003		0.033
M & P Xylenes	0.008	0.003		0.038
O-Xylene	0.003	0.001		0.014
Other C9's	0.019	0.010		0.107
n-Nonane	0.004	0.002		0.023
Other C10's	0.009	0.005		0.057
n-Decane	0.002	0.001		0.013
Undecanes (11)	<u>0.004</u>	<u>0.003</u>		<u>0.028</u>
Totals	100.000	6.847		100.000
Computed Real Charac	teristics of Total Sample	Э		
		0.775	(Air=1)	
· · · · · · · · · · · · · · · · · · ·		0.0050	-	

Specific Gravity	0.775	(Air=1)	
Compressibility (Z)	0.9959		
Molecular Weight	22.37		
Gross Heating Value			
Dry Basis	1320	BTU/CF	
Saturated Basis	1298	BTU/CF	

Page 2 of 3

.

#### FESCO, Ltd.

#### 1100 Fesco Ave. - Alice, Texas 78332

Sample: Uncle Richard State COM No. 213H First Stage Separator Spot Gas Sample @ 260 psig & 120 °F

Date Sampled: 07/05/2023

Job Number: 232585.001

#### **GLYCALC FORMAT**

COMPONENT	MOL%	GPM	Wt %
Carbon Dioxide	0.945		1.859
Hydrogen Sulfide	0.040		0.061
Nitrogen	2.291		2.869
Methane	73.105		52.428
Ethane	13.119	3.592	17.635
Propane	6.400	1.805	12.616
Isobutane	0.701	0.235	1.821
n-Butane	1.700	0.550	4.432
Isopentane	0.407	0.152	1.313
n-Pentane	0.386	0.143	1.245
Cyclopentane	0.000	0.000	0.000
n-Hexane	0.116	0.049	0.447
Cyclohexane	0.082	0.029	0.309
Other C6's	0.211	0.089	0.814
Heptanes	0.166	0.071	0.698
Methylcyclohexane	0.049	0.020	0.215
2,2,4 Trimethylpentane	0.011	0.006	0.056
Benzene	0.100	0.029	0.349
Toluene	0.060	0.021	0.247
Ethylbenzene	0.007	0.003	0.033
Xylenes	0.011	0.004	0.052
Octanes Plus	<u>0.093</u>	<u>0.048</u>	<u>0.501</u>
Totals	100.000	6.847	100.000

#### **Real Characteristics Of Octanes Plus:**

Specific Gravity	4.177	(Air=1)
Molecular Weight	120.51	
Gross Heating Value	6384	BTU/CF

#### **Real Characteristics Of Total Sample:**

Specific Gravity	0.775	(Air=1)
Compressibility (Z)	0.9959	
Molecular Weight	22.37	
Gross Heating Value		
Dry Basis	1320	BTU/CF
Saturated Basis	1298	BTU/CF

District 1 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District 11 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District 111 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

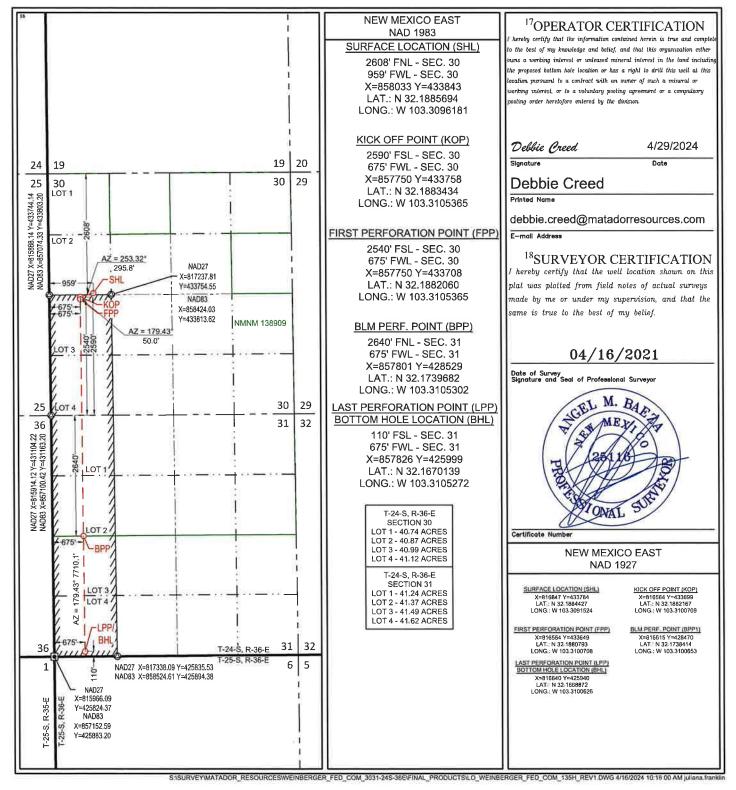


AMENDED REPORT

Received by OCD: 8/28/2024 11:13:48 AM

		W	ELL LC	<b>CATIO</b>	N AND ACR	REAGE DEDIC.	ATION PLA	Т	
1	API Number		<sup>2</sup> Pool Code 97088 WC-025 G-08 S2535340;BONE SPRING						G
<sup>4</sup> Property C	ode		<sup>5</sup> Property Name WEINBERGER FED COM 135H						
<sup>7</sup> ogrid M 22893			*Operator Name *Elevation MATADOR PRODUCTION COMPANY 3374'						
	<sup>10</sup> Surface Location								
UL or lot no. 2	Section 30	Township 24–S	Range 36–E	Lot Idn —	Feet from the 2608'	North/South line NORTH	Feet from the 959'	East/West line	County LEA
			11]	Bottom Ho	le Location If l	Different From Sur	face		
UL or lot no. 4	Section 31	ctionTownshipRangeLot IdnFeet from theNorth/South lineFeet from theEast/West line.24-S36-E-110'SOUTH675'WEST36'						County LEA	
<sup>12</sup> Dedicated Acres 247.83	<sup>13</sup> Joint or	nfill <sup>14</sup> Co	nsolidation Co	de <sup>15</sup> Ord	ler No.				

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.



Page 13 of 122

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 Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

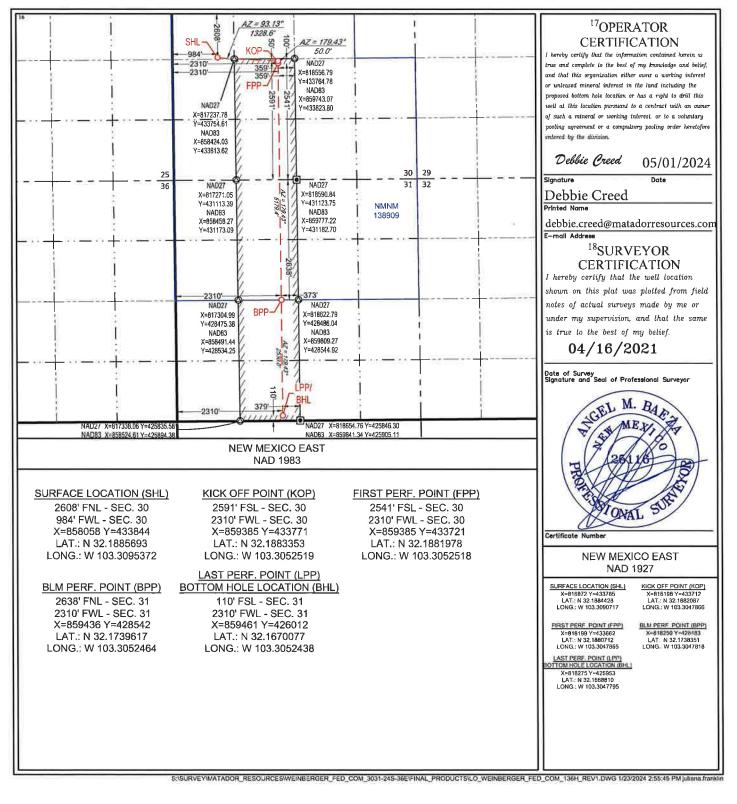
## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

by OCD: 8/28/2024 11:13:48 AM

AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Cod Pool Name WC-025 G-08 S253534O;BONE SPRING 97088 Property Name Vell Numbe Property Code WEINBERGER FED COM 136H OGRID No. <sup>6</sup>Operator Name <sup>9</sup>Elevation MATADOR PRODUCTION COMPANY 3374 228937 <sup>10</sup>Surface Location UL or let n Калр Lot Id Feet from the Feet from th East/West I Count 36-E 2608' Μ 30 24-S NORTH 984' WEST LEA <sup>11</sup>Bottom Hole Location If Different From Surface ownship East/West | UL or lot no Lot Id Feet fro North/South l Feet from Count 31 24-S 36-E 110' SOUTH 2310' WEST LEA N <sup>2</sup>Dedicated Acre Joint or Infill Co idation Code Order No. 240



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 Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

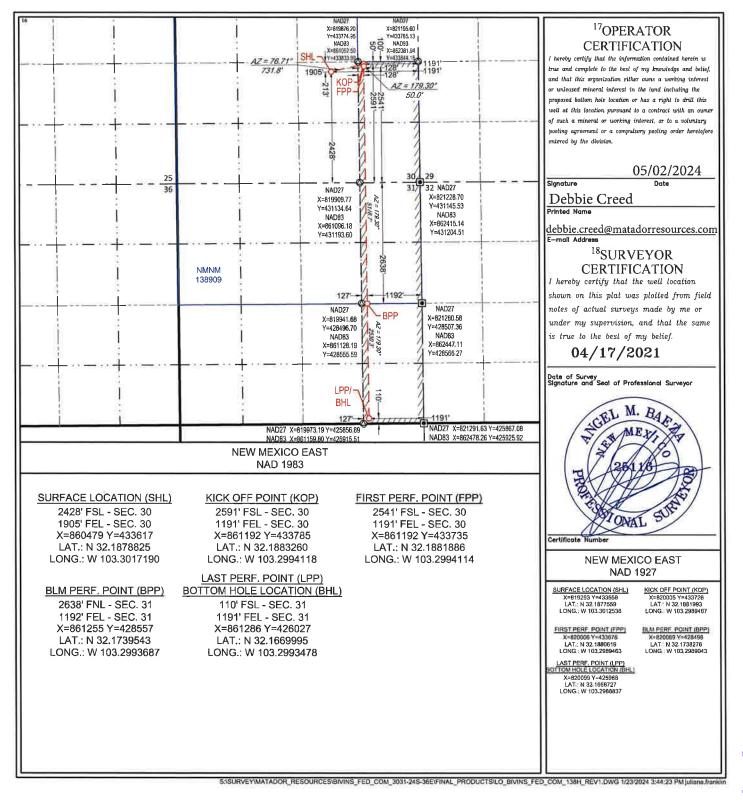
AMENDED REPORT

Received

<sup>by</sup> OCD: 8/28/2024 11:13:48 AM

## WELL LOCATION AND ACREAGE DEDICATION PLAT

1	API Number		<sup>2</sup> Pool Code <sup>3</sup> Pool Name							
				97088		WC-025 G	-08 S2535340	);BONE	E SPRIN	IG
<sup>4</sup> Property C	ode				<sup>5</sup> Property N	ame			61	Well Number
					BIVINS FE	D COM				138H
<sup>7</sup> OGRID N	10.				*Operator N	√ame				<sup>9</sup> Elevation
22893	7			MATADO	R PRODUC	TION COMPA	NY			3374'
<sup>10</sup> Surface Location										
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Ea	st/West line	County
J	30	24-S	36-E	-	2428'	SOUTH	1905'	EAS	ST	LEA
			11	Bottom Ho	le Location If <b>D</b>	Different From Su	rface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Fect from the	Ea	ast/West linc	County
P	31	24-S	36-E	-	110'	SOUTH	1191'	EAS	ST	LEA
12Dedicated Aeres	<sup>13</sup> Joint or I	nfill <sup>14</sup> Cor	solidation Co	de <sup>15</sup> Ord	er No.					
240										



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 

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

 $\square$ AMENDED REPORT

Well Numbe

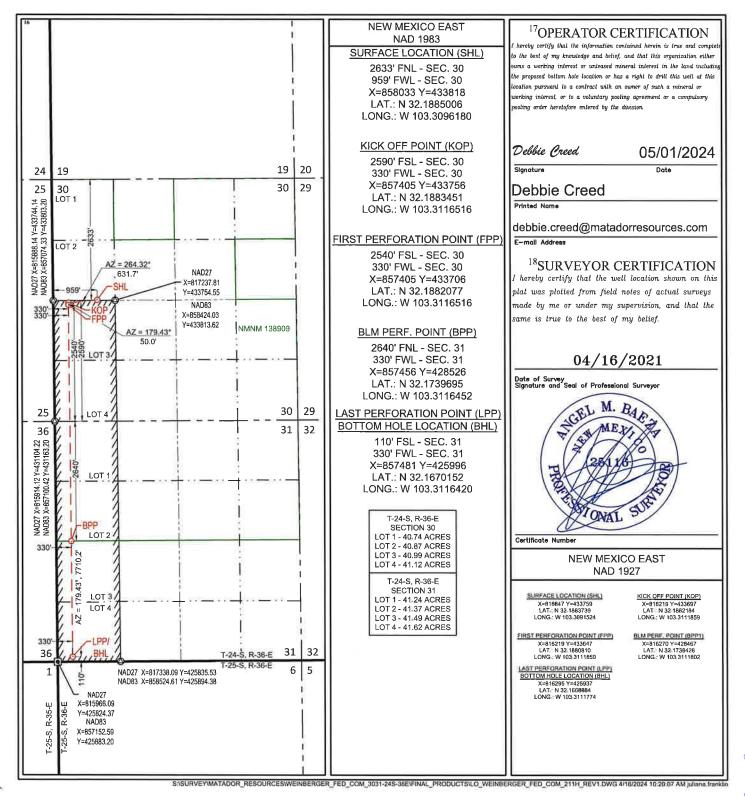
211H<sup>9</sup>Elevation

Pool Nam

JAL; WOLFCAMP, WEST

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 WELL LOCATION AND ACREAGE DEDICATION PLAT API Number 33813 Property Code Property Name WEINBERGER FED COM OGRID No. <sup>8</sup>Operator Name MATADOD DDODLICTION COMDANY

22893	MATADOR PRODUCTION COMPANY							3374'	
					<sup>10</sup> Surface Lo	ocation			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
2	30	24-S	36-E	÷	2633'	NORTH	959'	WEST	LEA
	<sup>11</sup> 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
4	31	24-S 36-		-	110'	SOUTH	330'	WEST	LEA
<sup>12</sup> Dedicated Acres 247.83	<sup>13</sup> Joint or 1	Infill <sup>14</sup> Co	nsolidation Co	de <sup>15</sup> Ord	er No.				



 District I

 1625 N, French Dr., Hobbs, NM 88240

 Phone: (575) 393-6161

 Pasx: (575) 393-6170

 District II

 811 S, First St., Artesia, NM 88210

 Phone: (575) 748-1283

 Phone: (575) 748-1283

 Fax: (575) 748-9720

 District III

 1000 Rio Brazos Road, Aztec, NM 87410

 Phone: (505) 334-6178

 Pistrict IV

 1220 S. St., Francis Dr., Santa Fe, NM 87505

 Phone: (505) 476-3460

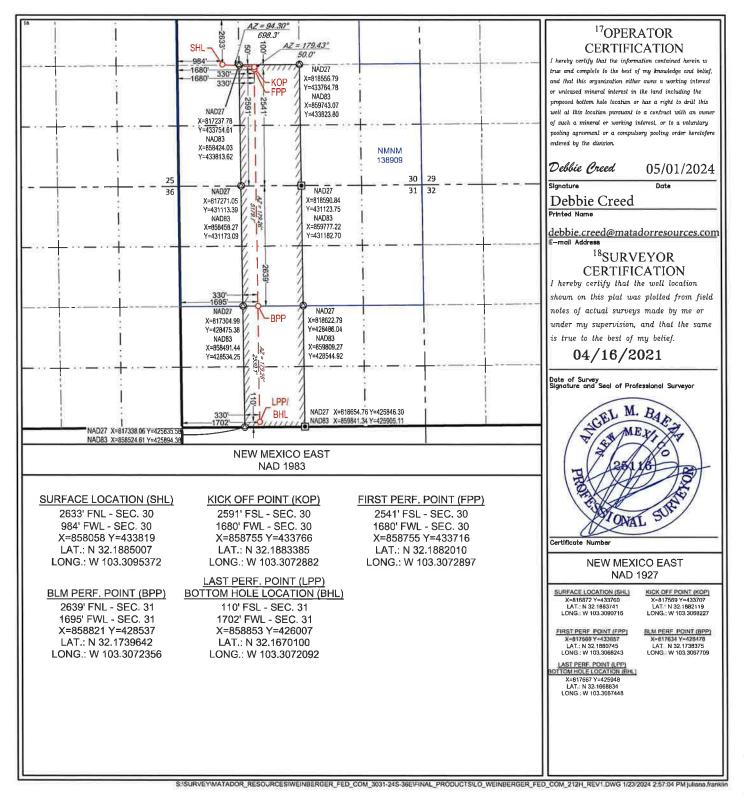
 Fax: (505) 476-3462

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

AMENDED REPORT

		W	ELL LC	OCATIO	N AND ACF	REAGE DEDIC	ATION PLA	Т			
1			<sup>2</sup> Pool Code 33813 JAL; WOLFCAMP, WEST					ſ			
<sup>4</sup> Property Code				<sup>5</sup> Property Name WEINBERGER FED COM						<sup>*</sup> Well Number 212H	
<sup>7</sup> OGRID No. 228937			1	<sup>8</sup> Operator Name MATADOR PRODUCTION COMPANY						<sup>°Elevation</sup> 3374'	
					<sup>10</sup> Surface L	ocation					
UL or lot no. M	Section 30	Township 24–S	Range 36-E	Lot Idn —	Feet from the <b>2633'</b>	North/South line NORTH	Feet from the 984'	East/West line Cou WEST LEA		County LEA	
			11	Bottom Ho	le Location If	Different From Su	rface				
UL or lot no. N	Section 31	Township 24–S	Range 36–E	Lot Idn —	Feet from the	North/South line SOUTH	Feet from the 1702'		East/West line Count WEST LEA		
<sup>12</sup> Dedicated Acres <b>240</b>	<sup>13</sup> Joint or 1	Infill <sup>14</sup> Co	asolidation Cod	de <sup>15</sup> Ord	er No.	ι.					



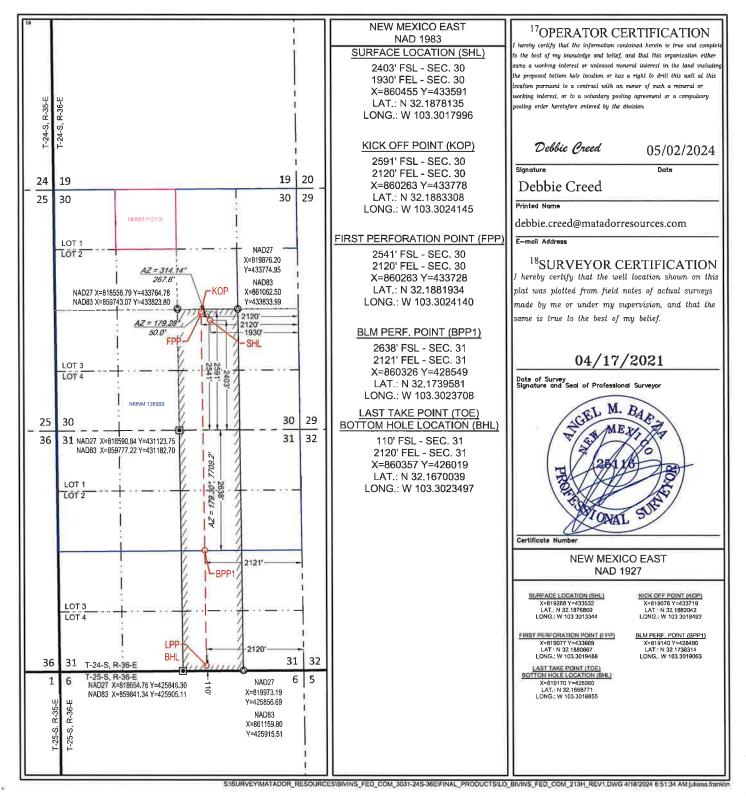
District I 1625 N, French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S, First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Azlec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. SI. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code <sup>3</sup>Pool Name JAL, WOLFCAMP, WEST 33813 Well Number **Property Code Property Name BIVINS FED COM** 213H OGRID No. Operator Name Elevation MATADOR PRODUCTION COMPANY 3373' 228937 <sup>10</sup>Surface Location Feet from the UL or lot no Secti Fownship Rang Lot Id Feet from the rth/South li East/West lin County 24-S 30 36-E2403' SOUTH 1930' EAST LEA J <sup>11</sup>Bottom Hole Location If Different From Surface UL or lot no Rang Feet from Feet from th East/West lin Township Lot Id North/South li Count 24-S 36-E 110' SOUTH 2120' LEA Ρ 31 EAST <sup>3</sup>Joint or Infill <sup>2</sup>Dedicated Acres <sup>4</sup>Consolidation Code <sup>5</sup>Order No. 240



District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

ADI Numbo

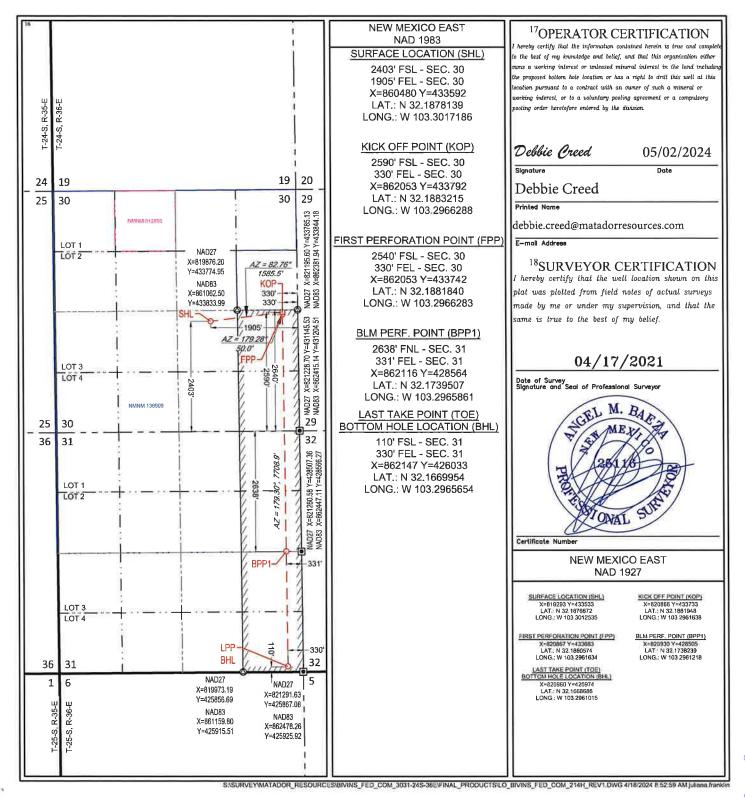
## State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

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

AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number				33813		JAL, WOLFCAMP, WEST				
*Property C			<sup>6</sup> Well Number							
					214H					
<sup>7</sup> OGRID No.			TI TI	<sup>9</sup> Elevation						
228937				3373'						
· ·	<sup>10</sup> Surface Location									
UL or lot no.	Section	Township	Township Range Lot Idn Feet from the N		North/South line	Feet from the	East/Wes			
J	30	24-S	36-E	-	2403'	SOUTH	1905'	EAST LEA		
	<sup>11</sup> Bottom Hole Location If Different From Surface									
UL or lot no.	UL or lot no. Section Township		Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line County	
Р	31	24-S	36-E	-	110'	SOUTH	330'	EAST	LEA	
<sup>12</sup> Dedicated Acres 240	<sup>13</sup> Joint or 1	Infill <sup>14</sup> Col	isolidation Co	de <sup>15</sup> Orde	r No.					



## Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of March, 2024, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Lots 3 & 4 of Section 30 & the Lots 1, 2, 3 & 4 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Containing **247.83** acres, and this agreement shall include only the Bone Spring Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the

operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be **Matador Production Company 5400 Lyndon B Johnson Fwy, Suite 1500, Dallas, Texas, 75240**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of  $1/8^{\text{th}}$  or  $12\frac{1}{2}$  percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8<sup>th</sup> should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the

communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes.

This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is March 1, 2024, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

### **Operator:** <u>Matador Production Company</u>

Signature of Authorized Agent

**By:** Kyle Perkins – Senior Vice President and Assistant General Counsel Name & Title of Authorized Agent

Date: \_\_\_\_\_

## ACKNOWLEDGEMENT

## STATE OF TEXAS)

COUNTY OF **DALLAS**)

On this day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of Matador Production Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

## MRC Permian Company

By:

<u>Kyle Perkins – Senior Vice President and Assistant General Counsel</u> Print Name

Date: \_\_\_\_\_

## ACKNOWLEDGEMENT

### STATE OF **TEXAS**)

COUNTY OF **DALLAS**)

On this day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of MRC Permian Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of **Matador Production Company**, the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :

Signature of office

Printed: Kyle Perkins

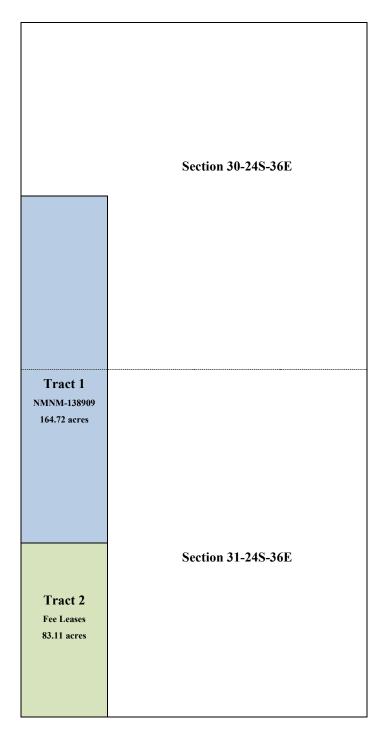
TITLE: Senior Vice President and Assistant General Counsel

Phone number : (972) - 371 - 5202

## **EXHIBIT "A"**

Plat of communitized area covering 247.83 acres in Lots 3 & 4 of Section 30 & Lots 1, 2, 3 & 4 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Weinberger Fed Com #135H



## EXHIBIT "B"

Attached to and made a part of that certain Communitization Agreement dated March 1, 2024, embracing the following described land in Lots 3 & 4 of Section 30 & Lots 1, 2, 3 & 4 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

## DESCRIPTION OF LEASES COMMITTED

#### Tract No. 1

Lease Serial Number:	NMNM-138909
Description of Land Committed:	Township 24 South, Range 36 East, Section 30: Lots 3 & 4 Section 31: Lots 1 & 2
Number of Acres:	164.72
Current Lessee of Record:	MRC Permian Company
Name and Percent of Working Interest Owners:	MRC Permian Company

### Tract No. 2

Lease Serial Number:	Fee Leases
Description of Land Committed:	Township 24 South, Range 36 East, Section 31: Lots 3 & 4
Number of Acres:	83.11
Name and Percent of Working Interest Owners:	MRC Permian Company Incline Permian, LLC Teton Range Operating, LLC CRP XII, LLC Chief Capital (O&G) II LLC

.

## **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	164.72	66.46
2	83.11	33.54
Total	247.83	100.00%

## Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of **March**, 2024, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

The E2 SW4 of Section 30 & the E2 W2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Containing **240.00** acres, and this agreement shall include only the Bone Spring Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the

operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be **Matador Production Company 5400 Lyndon B Johnson Fwy, Suite 1500, Dallas, Texas, 75240**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of  $1/8^{\text{th}}$  or  $12\frac{1}{2}$  percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8<sup>th</sup> should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the

communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes.

This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is March 1, 2024, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

### **Operator:** <u>Matador Production Company</u>

Signature of Authorized Agent

**By:** Kyle Perkins – Senior Vice President and Assistant General Counsel Name & Title of Authorized Agent

Date: \_\_\_\_\_

## ACKNOWLEDGEMENT

## STATE OF TEXAS)

COUNTY OF **DALLAS**)

On this day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of Matador Production Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

## MRC Permian Company

By: \_\_\_\_\_

<u>Kyle Perkins – Senior Vice President and Assistant General Counsel</u> Print Name

Date: \_\_\_\_\_

## ACKNOWLEDGEMENT

## STATE OF **TEXAS**)

### COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of MRC Permian Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of **Matador Production Company**, the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :

Signature of office

Printed: Kyle Perkins

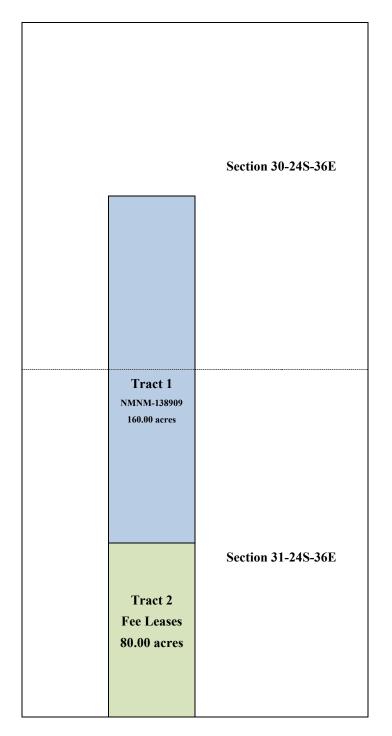
TITLE: Senior Vice President and Assistant General Counsel

Phone number : (972) - 371 - 5202

# **EXHIBIT "A"**

# Plat of communitized area covering 240.00 acres in the E2 SW4 of Section 30 & the E2 W2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Weinberger Fed Com #136H



# EXHIBIT "B"

Attached to and made a part of that certain Communitization Agreement dated March 1, 2024, embracing the following described land in the E2 SW4 of Section 30 & the E2 W2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

# DESCRIPTION OF LEASES COMMITTED

# Tract No. 1

Lease Serial Number:	NMNM-138909
Description of Land Committed:	Township 24 South, Range 36 East, Section 30: E2 SW4 Section 31: E2 NW4
Number of Acres:	160.00
Current Lessee of Record:	MRC Permian Company
Name and Percent of Working Interest Owners:	MRC Permian Company

# Tract No. 2

Lease Serial Number:	Fee Leases
Description of Land Committed:	Township 24 South, Range 36 East, Section 31: E2 SW4
Number of Acres:	80.00
Name and Percent of Working Interest Owners:	MRC Permian Company Teton Range Operating, LLC CRP XII, LLC Chief Capital (O&G) II LLC

.

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	66.66
2	80.00	33.34
Total	240.00	100.00%

# Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of May, 2024, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

## WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

E2SE4 of Sections 30 & the E2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Containing **240.00** acres, and this agreement shall include only the Bone Spring Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the

operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be **Matador Production Company 5400 Lyndon B Johnson Fwy, Suite 1500, Dallas, Texas, 75240**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of 1/8<sup>th</sup> or 12<sup>1</sup>/<sub>2</sub> percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8<sup>th</sup> should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the

communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes.

This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is May 1, 2024, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. <u>Nondiscrimination.</u> In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

## **Operator:** <u>Matador Production Company</u>

Signature of Authorized Agent

By: Kyle Perkins – Senior Vice President & Assistant General Counsel Name & Title of Authorized Agent

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

# STATE OF TEXAS)

COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President & Assistant General Counsel of Matador Production Company, the Texas corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

## WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

# MRC Permian Company

By:

<u>Kyle Perkins – Senior Vice President & Assistant General Counsel</u> Print Name

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

# STATE OF **TEXAS**)

## COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President & Assistant General Counsel of MRC Permian Company, the Texas corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of **Matador Production Company**, the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :

Signature of office

Printed: Kyle Perkins

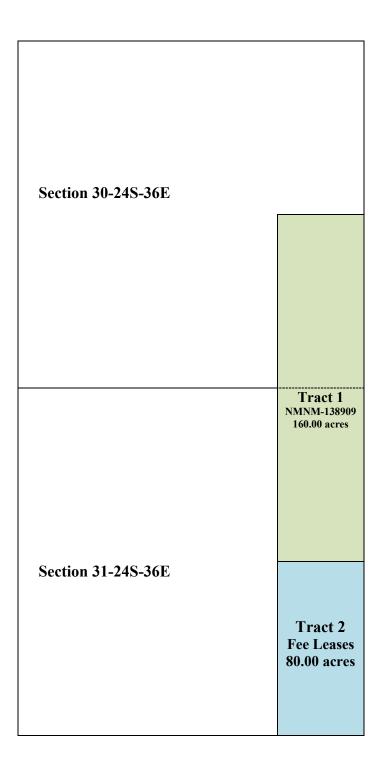
TITLE: Senior Vice President & Assistant General Counsel

Phone number : (972)-371-5202

# **EXHIBIT "A"**

Plat of communitized area covering 240.00 acres in the E2SE4 of Sections 30 & the E2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

**Bivins Fed Com #138H** 



# EXHIBIT "B"

Attached to and made a part of that certain Communitization Agreement dated May 1, 2024, embracing the following described land in the E2SE4 of Sections 30 & the E2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

# DESCRIPTION OF LEASES COMMITTED

### Tract No. 1

Lease Serial Number:	NMNM-138909
Description of Land Committed:	Township 24 South, Range 28 East Section 30: E/2SE/4 Section 31: E/2NE/4
Number of Acres:	160.00
Current Lessee of Record:	MRC Permian Company
Name and Percent of Working Interest Owners:	MRC Permian Company

### Tract No. 2

Lease Serial Number:	Fee Leases
Description of Land Committed:	Township 24 South, Range 36 East, Section 31: E2SE4
Number of Acres:	80.00
Name and Percent of Working Interest Owners:	MRC Permian Company Teton Range Operating, LLC CRP XII, LLC Chief Capital (O&G) II LLC

.

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	66.67%
2	80.00	33.33%
Total	240.00	100.00%

# Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of **March**, 2024, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Lots 3 & 4 of Section 30 & the Lots 1, 2, 3 & 4 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Containing **247.83** acres, and this agreement shall include only the Wolfcamp Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the

operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be **Matador Production Company 5400 Lyndon B Johnson Fwy, Suite 1500, Dallas, Texas, 75240**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of  $1/8^{\text{th}}$  or  $12\frac{1}{2}$  percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8<sup>th</sup> should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the

communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes.

This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is March 1, 2024, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

## **Operator:** <u>Matador Production Company</u>

Signature of Authorized Agent

By: Kyle Perkins – Senior Vice President and Assistant General Counsel Name & Title of Authorized Agent

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

# STATE OF TEXAS)

COUNTY OF **DALLAS**)

On this day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of Matador Production Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

# MRC Permian Company

By: \_\_\_\_\_

<u>Kyle Perkins – Senior Vice President and Assistant General Counsel</u> Print Name

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

## STATE OF **TEXAS**)

## COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of MRC Permian Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of **Matador Production Company**, the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :

Signature of office

Printed: Kyle Perkins

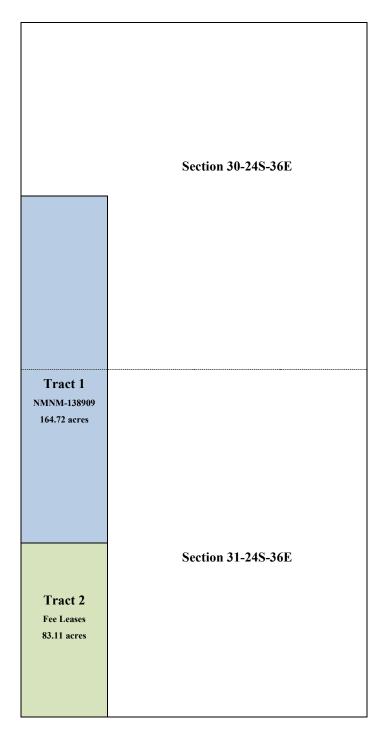
TITLE: Senior Vice President and Assistant General Counsel

Phone number : (972) - 371 - 5202

# **EXHIBIT "A"**

Plat of communitized area covering 247.83 acres in Lots 3 & 4 of Section 30 & Lots 1, 2, 3 & 4 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Weinberger Fed Com #211H



# EXHIBIT "B"

Attached to and made a part of that certain Communitization Agreement dated March 1, 2024, embracing the following described land in Lots 3 & 4 of Section 30 & Lots 1, 2, 3 & 4 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

# DESCRIPTION OF LEASES COMMITTED

### Tract No. 1

Lease Serial Number:	NMNM-138909
Description of Land Committed:	Township 24 South, Range 36 East, Section 30: Lots 3 & 4 Section 31: Lots 1 & 2
Number of Acres:	164.72
Current Lessee of Record:	MRC Permian Company
Name and Percent of Working Interest Owners:	MRC Permian Company

## Tract No. 2

Lease Serial Number:	Fee Leases
Description of Land Committed:	Township 24 South, Range 36 East, Section 31: Lots 3 & 4
Number of Acres:	83.11
Name and Percent of Working Interest Owners:	MRC Permian Company Incline Permian, LLC Teton Range Operating, LLC CRP XII, LLC Chief Capital (O&G) II LLC

•

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	164.72	66.46
2	83.11	33.54
Total	247.83	100.00%

# Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of **March**, 2024, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

The E2 SW4 of Section 30 & the E2 W2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Containing **240.00** acres, and this agreement shall include only the Wolfcamp Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the

operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be **Matador Production Company 5400 Lyndon B Johnson Fwy, Suite 1500, Dallas, Texas, 75240**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of  $1/8^{\text{th}}$  or  $12\frac{1}{2}$  percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8<sup>th</sup> should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the

communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes.

This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is March 1, 2024, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

## **Operator:** <u>Matador Production Company</u>

Signature of Authorized Agent

By: Kyle Perkins – Senior Vice President and Assistant General Counsel Name & Title of Authorized Agent

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

# STATE OF TEXAS)

COUNTY OF **DALLAS**)

On this day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of Matador Production Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

# MRC Permian Company

By: \_\_\_\_\_

<u>Kyle Perkins – Senior Vice President and Assistant General Counsel</u> Print Name

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

# STATE OF **TEXAS**)

## COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President and Assistant General Counsel of MRC Permian Company, the corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of **Matador Production Company**, the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :

Signature of office

Printed: Kyle Perkins

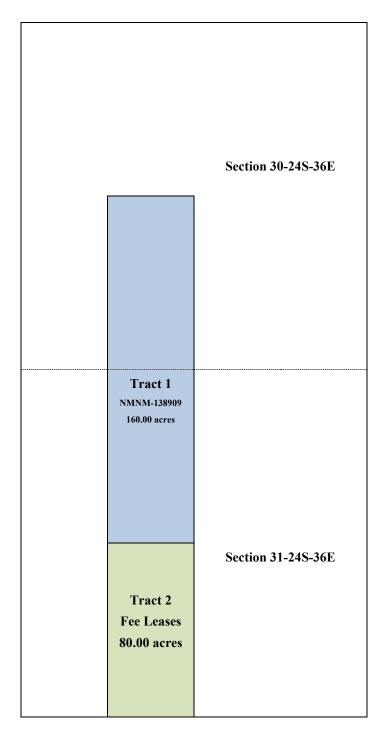
TITLE: Senior Vice President and Assistant General Counsel

Phone number : (972) - 371 - 5202

# **EXHIBIT "A"**

# Plat of communitized area covering 240.00 acres in the E2 SW4 of Section 30 & the E2 W2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Weinberger Fed Com #212H



# EXHIBIT "B"

Attached to and made a part of that certain Communitization Agreement dated March 1, 2024, embracing the following described land in the E2 SW4 of Section 30 & the E2 W2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

# DESCRIPTION OF LEASES COMMITTED

## Tract No. 1

Lease Serial Number:	NMNM-138909
Description of Land Committed:	Township 24 South, Range 36 East, Section 30: E2 SW4 Section 31: E2 NW4
Number of Acres:	160.00
Current Lessee of Record:	MRC Permian Company
Name and Percent of Working Interest Owners:	MRC Permian Company

## Tract No. 2

Lease Serial Number:	Fee Leases
Description of Land Committed:	Township 24 South, Range 36 East, Section 31: E2 SW4
Number of Acres:	80.00
Name and Percent of Working Interest Owners:	MRC Permian Company Teton Range Operating, LLC CRP XII, LLC Chief Capital (O&G) II LLC

.

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	66.66
2	80.00	33.34
Total	240.00	100.00%

# Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of **May**, 2024, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

# W2SE4 of Sections 30 & the W2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Containing **240.00** acres, and this agreement shall include only the Wolfcamp Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the

operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be **Matador Production Company 5400 Lyndon B Johnson Fwy, Suite 1500, Dallas, Texas, 75240**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of 1/8<sup>th</sup> or 12<sup>1</sup>/<sub>2</sub> percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8<sup>th</sup> should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the

communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes.

This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is May 1, 2024, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

### **Operator:** <u>Matador Production Company</u>

Signature of Authorized Agent

By: Kyle Perkins – Senior Vice President & Assistant General Counsel Name & Title of Authorized Agent

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

## STATE OF TEXAS)

COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President & Assistant General Counsel of Matador Production Company, the Texas corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

## MRC Permian Company

By:

<u>Kyle Perkins – Senior Vice President & Assistant General Counsel</u> Print Name

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

## STATE OF **TEXAS**)

### COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President & Assistant General Counsel of MRC Permian Company, the Texas corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of **Matador Production Company**, the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :

Signature of office

Printed: Kyle Perkins

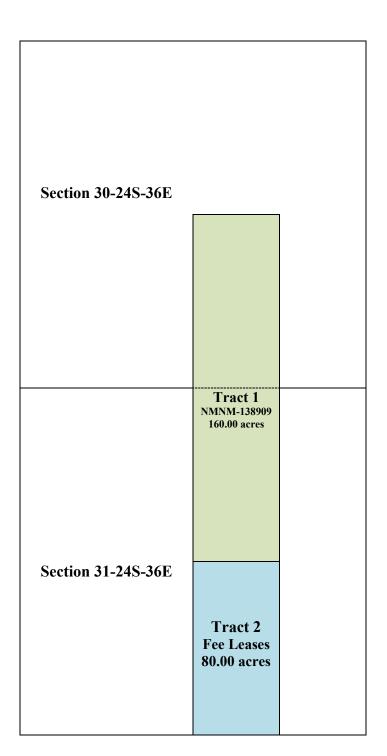
TITLE: Senior Vice President & Assistant General Counsel

Phone number : (972)-371-5202

# **EXHIBIT "A"**

Plat of communitized area covering 240.00 acres in the W2SE4 of Sections 30 & the W2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

**Bivins Fed Com #213H** 



## **EXHIBIT "B"**

Attached to and made a part of that certain Communitization Agreement dated May 1, 2024, embracing the following described land in the W2SE4 of Sections 30 & the W2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

## DESCRIPTION OF LEASES COMMITTED

#### Tract No. 1

Lease Serial Number:	NMNM-138909					
Description of Land Committed:	Township 24 South, Range 28 East Section 30: W/2SE/4 Section 31: W/2NE/4					
Number of Acres:	160.00					
Current Lessee of Record:	MRC Permian Company					
Name and Percent of Working Interest Owners:	MRC Permian Company					

#### Tract No. 2

Lease Serial Number:	Fee Leases				
Description of Land Committed:	Township 24 South, Range 36 East Section 31: W2SE4				
Number of Acres:	80.00				
Name and Percent of Working Interest Owners:	MRC Permian Company Teton Range Operating, LLC CRP XII, LLC Chief Capital (O&G) II LLC				

.

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	66.67%
2	80.00	33.33%
Total	240.00	100.00%

## Federal Communitization Agreement

Contract No.

THIS AGREEMENT entered into as of the 1<sup>st</sup> day of May, 2024, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

#### WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

E2SE4 of Sections 30 & the E2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Containing **240.00** acres, and this agreement shall include only the Wolfcamp Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the

operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.

- 3. The Operator of the communitized area shall be **Matador Production Company 5400 Lyndon B Johnson Fwy, Suite 1500, Dallas, Texas, 75240**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator may be designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of 1/8<sup>th</sup> or 12<sup>1</sup>/<sub>2</sub> percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8<sup>th</sup> should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the

communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes.

This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.

- 10. The date of this agreement is May 1, 2024, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.
- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all

parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

15. <u>Nondiscrimination</u>. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

### **Operator:** <u>Matador Production Company</u>

Signature of Authorized Agent

By: Kyle Perkins – Senior Vice President & Assistant General Counsel Name & Title of Authorized Agent

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

## STATE OF TEXAS)

COUNTY OF **DALLAS**)

On this day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President & Assistant General Counsel of Matador Production Company, the Texas corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

## MRC Permian Company

By:

<u>Kyle Perkins – Senior Vice President & Assistant General Counsel</u> Print Name

Date: \_\_\_\_\_

# ACKNOWLEDGEMENT

## STATE OF **TEXAS**)

### COUNTY OF **DALLAS**)

On this \_\_\_\_\_\_day of \_\_\_\_\_\_, 2024, before me, a Notary Public for the State of Texas, personally appeared Kyle Perkins, known to me to be the Senior Vice President & Assistant General Counsel of MRC Permian Company, the Texas corporation that executed the foregoing instrument and acknowledged to me such corporation executed the same.

(SEAL)

My Commission Expires

Notary Public

#### SELF CERTIFICATION STATEMENT FOR COMMUNITIZATION AGREEMENT WORKING INTEREST

#### COMMUNITIZATION AGREEMENT:

I, the undersigned, hereby certify, on behalf of **Matador Production Company**, the Operator under the captioned Communitization Agreement, that all working interest owners shown on Exhibit "B" attached to the Communitization Agreement are, to the best of my knowledge, the true and correct owners of the leases committed to the Communitization Agreement, and the consents of the requisite working interest owners have been obtained.

I, further certify that the Communitization Agreement follows the standard form except for Sections 1 and 10.

NAME :

Signature of office

Printed: Kyle Perkins

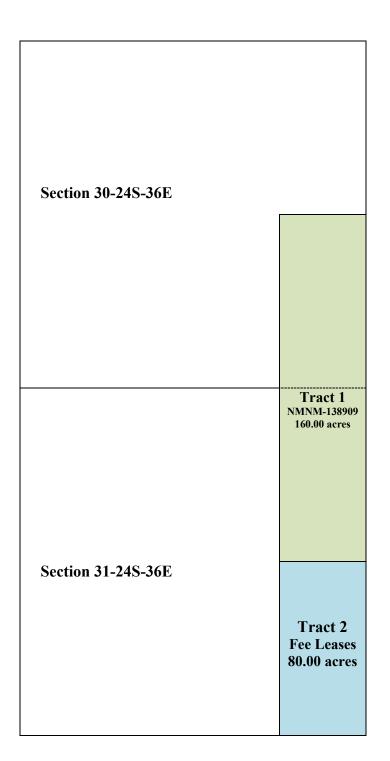
TITLE: Senior Vice President & Assistant General Counsel

Phone number : (972)-371-5202

# **EXHIBIT "A"**

Plat of communitized area covering 240.00 acres in the E2SE4 of Sections 30 & the E2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

## **Bivins Fed Com #214H**



## **EXHIBIT "B"**

Attached to and made a part of that certain Communitization Agreement dated May 1, 2024, embracing the following described land in the E2SE4 of Sections 30 & the E2E2 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

Operator of Communitized Area: Matador Production Company

## DESCRIPTION OF LEASES COMMITTED

#### Tract No. 1

Lease Serial Number:	NMNM-138909					
Description of Land Committed:	Township 24 South, Range 28 East Section 30: E/2SE/4 Section 31: E/2NE/4					
Number of Acres:	160.00					
Current Lessee of Record:	MRC Permian Company					
Name and Percent of Working Interest Owners:	MRC Permian Company					

#### Tract No. 2

Lease Serial Number:	Fee Leases				
Description of Land Committed:	Township 24 South, Range 36 East Section 31: E2SE4				
Number of Acres:	80.00				
Name and Percent of Working Interest Owners:	MRC Permian Company Teton Range Operating, LLC CRP XII, LLC Chief Capital (O&G) II LLC				

.

# **RECAPITULATION**

Tract No.	No. of Acres Committed	Percentage of Interest in Communitized Area
1	160.00	66.67%
2	80.00	33.33%
Total	240.00	100.00%

Brennan James McLaughlin		38330 Tandika Trail North	Palm Desert	CA	92211
Cameron H. Morrow and wife, Vicky L. Morrow		30393 Oak Grove Road	Paola	KS	66071
Ethan Clay Upshaw		3421 West Bramlet Dr.	Conroe	ТΧ	77304
F3 Criterion Minerals, LP		P.O. Box 5746	Austin	ТΧ	78763
Incline Permian, LLC		5011 N. Central Expressway	Dallas	ТΧ	75205
Intrepid Potash-New Mexico, LLC	C/O Intrepid Potash, Inc.	1001 17th Street, Ste 1050	Denver	CO	80202
Joyce Marie Thomson		2946 Glen Heather Dr.	San Jose	CA	95133
Kelly Patrick McLaughlin		118 Rancho Circle	Auburn	CA	95603
Kevin Moore, Trustee of the Kevin Moore SSMTT GST Exempt Trust,	as revised and restated on December 22, 2008	P.O. Box 471458	Fort Worth	ТΧ	76147
Kevin Moore, Trustee of the Kevin Moore SSMTT Nonexempt Trust,	as revised and restated on December 22, 2008	P.O. Box 471458	Fort Worth	ТΧ	76147
Larry Warren McKibban		2299 Magnola Ct.	Port Townsend	WA	98368
Max Exploration, LLC		P.O. Box 9287	Salt Lake City	UT	84109
Max Permian, LLC		P.O. Box 9287	Salt Lake City	UT	84109
Meridian 102, LP		16400 Dallas ParkwaySuite 400	Dallas	ТΧ	75248
Michael Harrison Moore		P.O. Box 51570	Midland	ТΧ	79710
Michael Timothy McLaughlin		1992 Angels Share Ct.	Brentwood	CA	94513
OXY USA WTP Limited Partnership		6 Desta DriveSuite 6000	Midland	ТΧ	79705
Pheasant Energy, LLC		P.O. Box 471458	Fort Worth	ТΧ	76147
Richard Lyons Moore		16400 Dallas ParkwaySuite 400	Dallas	ТΧ	75248
Ronald J. Byers Company, LLC	C/O Personal Administrators, Inc.	3939 Bee Caves Rd., Bldg.C-100	Austin	ТΧ	78746
Ronald Vernon McKibban		180 Florence Street	Port Townsend	WA	98368
Russell Lynn Porter		P.O. Box 375	Naturita	CO	81422
Ryan Moore, Trustee of the Ryan Moore SSMTT GST Exempt Trust,	as revised and restated on December 22, 2008	P.O. Box 471458	Fort Worth	ТΧ	76147
Ryan Moore, Trustee of the Ryan Moore SSMTT GST Exempt Trust,	as revised and restated on December 22, 2008	P.O. Box 471458	Fort Worth	ТΧ	76147
Solon Grant Upshaw		2031 Doolan Dr.	Conroe	ТΧ	77301
Starboard Permian Resources, LLC		5528 Vickery Blvd.	Dallas	ТΧ	75206
The Maureen Stephenson, Kevin Warren,	and Bryan Warren Partnership	347 W. 24th Street	San Bernardino	CA	92405
The United States of America Bureau of Land Management		301 Dinosaur Trail	Santa Fe	NM	87508
Tommy V. Warren, deceased, Heirs are his children:	Bryan Warren, Kevin Warren, Maureen Stephenson	347 West 24th Street	San Bernardino	CA	92405
Tommy V. Warren and wife, Marguerite Warren, Heirs are their	children: Bryan Warren, Kevin Warren, Maureen Stephenson	347 West 24th Street	San Bernardino	CA	92405
Tower Rock Royalties TWO, LP		P.O. Box 5746	Austin	ТΧ	78763
TROG Fund II, LP		P.O. Box 5746	Austin	ТΧ	78763
Trustees of the Jal Public Library Fund		P.O. Box 178	Jal	NM	88252



Paula M. Vance Associate Phone (505) 988-4421 Fax (505) 819-5579 pmvance@hollandhart.com

August 23, 2024

## <u>CERTIFIED MAIL</u> <u>RETURN RECEIPT REQUESTED</u>

## TO: ALL AFFECTED PARTIES

Re: Application of Matador Production Company for administrative approval to surface commingle (pool and lease commingle) oil and gas production, off-lease measure, and off-lease store from spacing units underlying Lots 3 & 4, E/2 SW/4, and the SE/4 (S/2 equivalent) of irregular Section 30 and Lots 1-4, E/2 W/2 and the E/2 (all of Section 31 equivalent) of irregular Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Lands")

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application, which 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 the date this application is received by the Division's Santa Fe office located at 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 contact the following:

Kyle Perkins Matador Production Company (972) 371-5202 kperkins@matadorresources.com

Sincerely,

Paula M. Vance ATTORNEY FOR MATADOR PRODUCTION COMPANY

T 505.988.4421 F 505.983.6043 110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849 Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208 www.hollandhart.com

Alaska Montana Utah Colorado Nevada Washington, D.C. Idaho New Mexico Wyoming

Released to Imaging: 4/30/2025 2:09:13 PM

						1
						Your item was delivered to an
						individual at the address at
						11:02 am on August 26, 2024 in
9414811898765482558890	Brennan James McLaughlin	38330 Tandika Trl N	Palm Desert	CA		PALM DESERT, CA 92211.
5414011050705402550050				Crt		We attempted to deliver your
						item at 4:25 pm on August 26,
						2024 in PAOLA, KS 66071 and a
						notice was left because an
	Cameron H. Morrow and wife, Vicky L.					authorized recipient was not
9414811898765482558883	Morrow	30393 Oak Grove Rd	Paola	кs	66071-8454	•
54140110507054025500055				K5	000710434	
						Your item arrived at our NORTH
						HOUSTON TX DISTRIBUTION
						CENTER destination facility on
						August 26, 2024 at 8:50 am. The
						item is currently in transit to the
9414811898765482558838	Ethan Clay Unshaw	3421 West Bramlet Dr.	Conroe	тх		destination.
5414811858705482558858		5421 West Blaimet DI.	combe		77304	
						Your package is moving within
						the USPS network and is on
						track to be delivered to its final
						destination. It is currently in
9414811898765482558876	F3 Criterion Minerals I P	PO Box 5746	Austin	тх		transit to the next facility.
9414811898709482558870		FO B0X 3740	Austin		78703-3740	transit to the next facility.
						Your package is moving within
						the USPS network and is on
						track to be delivered to its final
						destination. It is currently in
9414811898765482558715	Incline Permian IIC	EQ11 N Control Even	Dallas	тх		transit to the next facility.
9414011090/00402008/15		5011 N Central Expy	DalidS	17		Your item was returned to the
						sender at 7:45 am on August 26,
						_
						2024 in DENVER, CO 80202 because the forwarding order
	Intronid Detach New Mayica U.C.C.O					for this address is no longer
	Intrepid Potash-New Mexico, LLC C/O	1001 17th St Ste 1050	Donvor	со	80202-2035	-
9414811898765482558753	Intrepid Potash, Inc.	1001 17th St Ste 1050	Denver	ιu	80202-2035	vallu.

Released to Imaging: 4/30/2025 2:09:13 PM

.

9414811898765482558760	Joyce Marie Thomson	2946 Glen Heather Dr	San Jose	СА	95133-1419	Your item arrived at our SAN JOSE CA DISTRIBUTION CENTER destination facility on August 26, 2024 at 2:29 pm. The item is currently in transit to the destination. Your item was delivered to an
9414811898765482558722	Kelly Patrick McLaughlin	118 Rancho Cir	Auburn	СА	95603-5605	individual at the address at 11:50 am on August 26, 2024 in AUBURN, CA 95603.
9414811898765482558791	Kevin Moore, Trustee of the Kevin Moore SSMTT GST Exempt Trust, As Revised And Restated On December 22, 2008	PO Box 471458	Fort Worth	ТХ	76147-1458	Your item has been delivered and is available at a PO Box at 10:30 am on August 26, 2024 in FORT WORTH, TX 76147.
9414811898765482558746	Kevin Moore, Trustee of the Kevin Moore SSMTT Nonexempt Trust, As Revised And Restated On December 22, 2008	PO Box 471458	Fort Worth	ТХ	76147-1458	Your item has been delivered and is available at a PO Box at 10:30 am on August 26, 2024 in FORT WORTH, TX 76147.
9414811898765482558784	Larry Warren McKibban	2299 Magnolia Ct	Port Townsend	WA	98368-1000	Your item arrived at our TACOMA WA DISTRIBUTION CENTER destination facility on August 26, 2024 at 7:03 pm. The item is currently in transit to the destination.
9414811898765482558739	Max Exploration, LLC	PO Box 9287	Salt Lake City	UT	84109-0287	Your item arrived at the SALT LAKE CITY, UT 84109 post office at 9:33 am on August 26, 2024 and is ready for pickup.
9414811898765482558777	Max Permian, LLC	PO Box 9287	Salt Lake City	UT	84109-0287	Your item arrived at the SALT LAKE CITY, UT 84109 post office at 9:34 am on August 26, 2024 and is ready for pickup.

9414811898765482558913	Meridian 102, LP	16400 Dallas Pkwy Ste 400	Dallas	TX	75248-2643	Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in transit to the next facility.
						Your item arrived at the
						MIDLAND, TX 79710 post office
9414811898765482558951	Michael Harrison Maara	PO Box 51570	Midland	тх	70710 1570	at 10:08 am on August 26, 2024 and is ready for pickup.
9414811898705482558951		PO B0X 51570	IVIIUIAIIU	1.	/9/10-15/0	Your item arrived at our
						OAKLAND CA DISTRIBUTION
						CENTER destination facility on
						August 26, 2024 at 1:00 pm. The
						item is currently in transit to the
9414811898765482558968	Michael Timothy McLaughlin	1992 Angels Share Ct	Brentwood	CA	94513-4276	
				-		We attempted to deliver your
						item at 10:37 am on August 26,
						2024 in MIDLAND, TX 79705 and
						a notice was left because an
						authorized recipient was not
9414811898765482558920	OXY USA WTP Limited Partnership	6 Desta Dr Ste 6000	Midland	ΤХ	79705-5602	available.
9414811898765482558999	Pheasant Energy, LLC	PO Box 471458	Fort Worth	ТХ	76147-1458	Your item has been delivered and is available at a PO Box at 10:30 am on August 26, 2024 in FORT WORTH, TX 76147.
						Your package is moving within the USPS network and is on track to be delivered to its final destination. It is currently in
9414811898765482558944	Richard Lyons Moore	16400 Dallas Pkwy Ste 400	Dallas	ТΧ	75248-2643	transit to the next facility.
						Your item was delivered to the
						front desk, reception area, or
						mail room at 11:30 am on
	Ronald J. Byers Company, LLC C/O Personal					August 26, 2024 in AUSTIN, TX
9414811898765482558937	Administrators, Inc.	3939 Bee Caves Rd Bldg C-100	West Lake Hills	TX	78746-6431	78746.

.

					1	
						Your item arrived at our
						TACOMA WA DISTRIBUTION
						CENTER destination facility on
						August 26, 2024 at 7:03 pm. The
						item is currently in transit to the
9414811898765482558975	Ronald Vernon McKibban	180 Florence St	Port Townsend	WA	98368-9803	destination.
						Your item arrived at the
						NATURITA, CO 81422 post office
						at 10:29 am on August 26, 2024
9414811898765482558616	Russell Lynn Porter	PO Box 375	Naturita	CO	81422-0375	and is ready for pickup.
						Your item has been delivered
	Ryan Moore, Trustee of the Ryan Moore					and is available at a PO Box at
	SSMTT GST Exempt Trust, As Revised And					10:30 am on August 26, 2024 in
9414811898765482558654	Restated On December 22, 2008	PO Box 471458	Fort Worth	ТΧ	76147-1458	FORT WORTH, TX 76147.
						Your item has been delivered
	Ryan Moore, Trustee of the Ryan Moore					and is available at a PO Box at
	SSMTT GST Exempt Trust, As Revised And					10:30 am on August 26, 2024 in
9414811898765482558661	Restated On December 22, 2008	PO Box 471458	Fort Worth	ТΧ	76147-1458	FORT WORTH, TX 76147.
						Your item arrived at our NORTH
						HOUSTON TX DISTRIBUTION
						CENTER destination facility on
						August 26, 2024 at 8:48 am. The
						item is currently in transit to the
9414811898765482558623	Solon Grant Upshaw	2031 Doolan Dr	Conroe	ТΧ	77301-4105	
						We attempted to deliver your
						item at 10:05 am on August 26,
						2024 in DALLAS, TX 75206 and a
						notice was left because an
						authorized recipient was not
9414811898765482558609	Starboard Permian Resources, LLC	5528 Vickery Blvd	Dallas	ТΧ	75206-6233	available.
						Your item was delivered to an
						individual at the address at
	The Maureen Stephenson, Kevin Warren,					11:28 am on August 26, 2024 in
9414811898765482558692	And Bryan Warren Partnership	347 W 24th St	San Bernardino	CA	92405-3721	SAN BERNARDINO, CA 92405.
	/ F					

.

						Your item was delivered to the
						front desk, reception area, or
						mail room at 12:43 pm on
	The United States of America Bureau of Land					August 26, 2024 in SANTA FE,
9414811898765482558647	Management	301 Dinosaur Trl	Santa Fe	NM	87508-1560	NM 87508.
						Your item was delivered to an
	Tommy V. Warren, deceased, Bryan Warren,					individual at the address at
	Kevin Warren, Maureen Stephenson Heirs					11:28 am on August 26, 2024 in
9414811898765482558685	are his children	347 W 24th St	San Bernardino	CA	92405-3721	SAN BERNARDINO, CA 92405.
	Tommy V. Warren and wife, Marguerite					Your item was delivered to an
	Warren, Bryan Warren, Kevin Warren,					individual at the address at
	Maureen Stephenson Heirs are Their					11:28 am on August 26, 2024 in
9414811898765482558630	Children	347 W 24th St	San Bernardino	CA	92405-3721	SAN BERNARDINO, CA 92405.
						Your package is moving within
						the USPS network and is on
						track to be delivered to its final
						destination. It is currently in
9414811898765482558678	Tower Rock Royalties TWO, LP	PO Box 5746	Austin	тх	78763-5746	transit to the next facility.
						Your package is moving within
						the USPS network and is on
						track to be delivered to its final
						destination. It is currently in
9414811898765482558111	TROG Fund II, LP	PO Box 5746	Austin	ТΧ	78763-5746	transit to the next facility.
						Your item arrived at the JAL, NM
						88252 post office at 11:42 am
						on August 26, 2024 and is ready
9414811898765482558166	Trustees of the Jal Public Library Fund	PO Box 178	Jal	NM	88252-0178	for pickup.

Page 97 of 122

## EXHIBIT "H"

Attached to and made a part of that certain Operating Agreement dated May 10, 2024, by and among Matador Production Company, as Operator, and MRC Permian Company et al as Non-Operators (this "Agreement")

#### MEMORANDUM OF OPERATING AGREEMENT, MORTGAGE AND FINANCING STATEMENT

§

#### STATE OF NEW MEXICO

Regeived by OCD: 8/28/2024 11:13:48 AM

\* 8

COUNTY OF LEA §

WHEREAS, Matador Production Company, as "Operator", MRC Permian Company et al as "Non-Operator", entered into that certain Operating Agreement dated May 10, 2024 (the "Operating Agreement") covering oil and gas operations on those certain oil, gas and mineral leases and fee mineral interests described on Exhibit "A" (the "Contract Area"), attached hereto and made a part hereof, as said Exhibit "A" may be amended from time to time. Operator and Non-Operator are sometimes referred to collectively as the "Parties" and individually as a "Party"; and

WHEREAS, Operator and Non-Operator desire to give third parties notice of the existence of the Operating Agreement, and of the rights and obligations of Operator and Non-Operators thereunder.

**NOW, THEREFORE,** for and consideration of Ten Dollars (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Operator and Non-Operator hereby stipulate and agree as follows:

I.

The Operating Agreement is an A.A.P.L. Form 610-1989 Model Form Operating Agreement, as amended by the Parties, plus exhibits.

II.

Article VI.G. provides that each party to the Operating Agreement shall take in kind its proportionate share of all oil and gas produced from the Contract Area. Additionally, the Parties have agreed to be bound by a volumetric Gas Balancing Agreement which is attached as Exhibit "E" to the Operating Agreement.

#### III.

Pursuant to Article VII.B., Non-Operator mortgages to Operator, and grants to Operator a lien upon, its oil and gas leasehold estates and "oil and gas interests", as that term is defined in Article I. thereof, in the Contract Area, and grants to Operator a security interest in its share of oil or gas when extracted from the Contract Area and its interest in all equipment located thereon to secure payment of its share of expense under the Operating Agreement, together with interest thereon in accordance with the Operating Agreement, in addition to any other remedies available to Operator in law or pursuant to the Operating Agreement. Upon default by Non-Operator in the payment of its share of expense, without prejudice to any other rights and remedies, Operator shall have the right to collect from the purchaser of production from the Contract Area the proceeds from the sale of Non-Operator's share of oil or gas produced and sold from the Contract Area until the amount owed by Non-Operator, including interest, has been paid. Each purchaser of oil and gas produced from the Contract Area shall be entitled to rely upon Operator's written statement concerning the amount of any default. Operator grants a like mortgage, lien and security interest to Non-Operator to secure payment of Operator's proportionate share of expense.

This Memorandum shall constitute a Mortgage and Financing Statement covering oil and gas extracted from the Contract Area to the extent that such oil and gas is owned by a defaulting party under the Operating Agreement. Upon its own motion or upon the request of any Non-Operator, this Mortgage and Financing Statement shall be filed by Operator in the real estate records of any county or parish in which the Contract Area is situated and/or the records of the Secretary of State.. The undersigned Non-Operator shall be considered as both a debtor, to the extent that Non-Operator has failed to pay its share of expense pursuant to the Joint Operating Agreement, and as a secured party and mortgagee.

Operator, upon the consent of all Parties, may terminate the effect of this Memorandum as to all or any portion of the Contract Area by recording a full or partial release hereof.

1

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000057779 Book2232 Page 187 1 of 13 11/12/2024 11:42 AM BY CRESLEY BARBRE

Any third party requiring additional information concerning the rights and obligations of the Parties under the Operating Agreement may contact the Operator at the following address:

### **OPERATOR:** Matador Production Company 5400 LBJ Freeway Ste. 1500 **Dallas, TX 75240**

V.

This Memorandum of Operating Agreement, Mortgage and Financing Statement may be executed in any number of counterparts, each of which shall be considered an original for all purposes and shall be binding upon the heirs, successors and assigns of the Parties. The Operator is hereby authorized to compile the signature and notary pages from each of the counterparts in order to have one instrument containing signature and notarial acknowledgments of all Parties for recording purposes.

IN WITNESS WHEREOF, this Memorandum of Operating Agreement, Mortgage and Financing Statement is executed effective on this 10th day of May 2024.

1. Matador Production Company

By Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

2. MRC Permian Company By: Name: Bryan A. Erman

Porta Porta J.N.J.

Title: E.V.P. & General Counsel & Head of M&A

3.

By: Name: Title: \_

4.

**By:** 

Name: Title:

#### **ACKNOWLEDGEMENTS**

STATE OF <u>Texas</u>

COUNTY OF Dallas

§

§

This instrument was acknowledged before me on <u>October 23rd</u>, 2024, by <u>Bryan A. Erman</u>, as <u>EVP & General Counsel & Head of M&A</u>, for <u>Matador Production Company</u>, a Texas corporation, on behalf of said corporation.

0

	Prente for
PRESTON CAZALE	Signature
Notary ID #132990511 My Commission Expires March 23, 2025	Preston Cazale
A DE MAICH 23, 2023	Name (Print) My commission expires 3/23/202

STATE OF Texas

COUNTY OF Dallas

This instrument was acknowledged before me on October 23<sup>rd</sup>, 2024, by Bryan A. Erman, as EVP & General Counsel & Head of M&A, for MRC Permian Company, a Texas corporation, on behalf of said corporation.

§

§

PRESTON CAZALE Notary ID #132990511 My Commission Expires March 23, 2025

Ruature Signature

5

Name (Print) My commission expires <u>3/23/2025</u>

Any third party requiring additional information concerning the rights and obligations of the Parties under the Operating Agreement may contact the Operator at the following address:

#### OPERATOR: Matador Production Company 5400 LBJ Freeway Ste. 1500 Dallas, TX 75240

V.

This Memorandum of Operating Agreement, Mortgage and Financing Statement may be executed in any number of counterparts, each of which shall be considered an original for all purposes and shall be binding upon the heirs, successors and assigns of the Parties. The Operator is hereby authorized to compile the signature and notary pages from each of the counterparts in order to have one instrument containing signature and notarial acknowledgments of all Parties for recording purposes.

IN WITNESS WHEREOF, this Memorandum of Operating Agreement, Mortgage and Financing Statement is executed effective on this 10<sup>th</sup> day of May 2024.

1. Matador Production Company

#### By:

Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

2. MRC Permian Company

#### By:

Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

Encline Permian, LCC 3. By: Name: Title:

By:	
Name:	
Title:	

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000057779 Book2232 Page 187 4 of 13 11/12/2024 11:42 AM BY CRESLEY BARBRE

Released to Imaging: 4/30/2025 2:09:13 PM

2

#### ACKNOWLEDGEMENTS

STATE OF Texas COUNTY OF Tarvant This instrument was acknowledged before me on as Sup Perman Tasivi behalf of said corporation.	§ <u>8/13/2024</u> , 2024, by Lee Johnston for <u>Fredine Permin</u> , Lee on
ROSS BLOCKER HARVEY Notary Public, State of Texas Comm. Expires 01-13-2026 Notary ID 133533041	Kon Hurrey Signature Ross Harvey Name (Print) My commission expires <u>1-13-7626</u>
STATE OF	§
COUNTY OF	§.
as	, 2024, by,, on
behalf of said corporation.	
	Signature Name (Print)
	My commission expires
STATE OF	ş
COUNTY OF	§
This instrument was acknowledged before me on .	, 2024, by,
asbehalf of said corporation.	, foron
	Signature
	Name (Print) My commission expires

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000057779 Book2232 Page 187 5 of 13 11/12/2024 11:42 AM BY CRESLEY BARBRE

•

Any third party requiring additional information concerning the rights and obligations of the Parties under the Operating Agreement may contact the Operator at the following address:

## OPERATOR: Matador Production Company 5400 LBJ Freeway Ste. 1500 Dallas, TX 75240

V.

This Memorandum of Operating Agreement, Mortgage and Financing Statement may be executed in any number of counterparts, each of which shall be considered an original for all purposes and shall be binding upon the heirs, successors and assigns of the Parties. The Operator is hereby authorized to compile the signature and notary pages from each of the counterparts in order to have one instrument containing signature and notarial acknowledgments of all Parties for recording purposes.

**IN WITNESS WHEREOF,** this Memorandum of Operating Agreement, Mortgage and Financing Statement is executed effective on this 10<sup>th</sup> day of May 2024.

1. Matador Production Company

#### **By:**

Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

2. MRC Permian Company

#### <u>By:</u>

Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

OPERATENG, LLC 3. TETON RANGE By: CAMERON Name: M. 1000/ PARTNER Title:

4.

•		
By:		 _
Name:		
Title:		

#### ACKNOWLEDGEMENTS

STATE OF WYOMIN § COUNTY OF § This instrument was acknowledged before me on DUN , 2024, by CAMERON M. TOOK, TETON RANGE OPERATINGILIGN PARTNER , for as behalf of said corporation. Signature LANDON SHANAFELT NOTARY PUBLIC STATE OF WYOMING COMMISSION ID: 168797 MY COMMISSION EXPIRES: AUGUST 4, 2029 Shoneutelt andon Name (Print) My commission expires Hug. 4, 2029 STATE OF § COUNTY OF § This instrument was acknowledged before me on \_, 2024, by , for as on behalf of said corporation. Signature Name (Print) My commission expires STATE OF § COUNTY OF § This instrument was acknowledged before me on \_\_\_\_ \_, 2024, by , for on as behalf of said corporation. Signature Name (Print) My commission expires\_ 3

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000057779 Book2232 Page 187 7 of 13 11/12/2024 11:42 AM BY CRESLEY BARBRE Any third party requiring additional information concerning the rights and obligations of the Parties under the Operating Agreement may contact the Operator at the following address:

#### OPERATOR: Matador Production Company 5400 LBJ Freeway Ste. 1500 Dallas, TX 75240

V.

This Memorandum of Operating Agreement, Mortgage and Financing Statement may be executed in any number of counterparts, each of which shall be considered an original for all purposes and shall be binding upon the heirs, successors and assigns of the Parties. The Operator is hereby authorized to compile the signature and notary pages from each of the counterparts in order to have one instrument containing signature and notarial acknowledgments of all Parties for recording purposes.

IN WITNESS WHEREOF, this Memorandum of Operating Agreement, Mortgage and Financing Statement is executed effective on this 10<sup>th</sup> day of May 2024.

1. Matador Production Company

By: Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

2. MRC Permian Company

By: Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

OPERATENO, LLC RANGE 3. TETOY. 0 <u>By:</u> CAMERON Name: M 1000/ PARTNER Title:

4. Pheasant Energy, LLC

By: Name: Ryan C. Moore Title: CEO

2

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000057779 Book2232 Page 187 8 of 13 11/12/2024 11:42 AM BY CRESLEY BARBRE

## ACKNOWLEDGEMENTS

· In/ann & ma	
STATE OF Working	§
COUNTY OF TETON	ş
This instrument was acknowledged before me on $_{A}$ as $\_$ <u>PARTNER</u> behalf of said corporation.	JUN/2 2024, by CAMERON M. TOOK for TETON RANGE OPERATONGIUGON
I.ANDON SHANAFELT NOTARY PUBLIC STATE OF WYOMING COMMISSION ID: 163797 MY COMMISSION EXPIRES: 4UGUST 4, 2029	Signature Signature Landon Shonewtett Name (Print) My commission expires <u>Hv9. 4, 20</u> 29
STATE OF Texas	§
COUNTY OF Tarrant	\$
This instrument was acknowledged before me on as <u>CEO</u> behalf of said corporation. Kristen Ann Schneider Notary Public, State of Texas Notary ID 13092333-0 My Commission Exp. 12-06-2024	2024, by <u>Ryan C. Moore</u> , for <u>Pheasant Energy, LLC</u> on <u>With Ann Schneider</u> <u>Signature</u> <u>Histen Ann Schneider</u> Name (Print) My commission expires <u>12-06-2024</u>
STATE OF	ş
COUNTY OF	§
This instrument was acknowledged before me on	, 2024, by,
as	, foron
onition of said corporation.	
	Signature

Name (Print) My commission expires

LEA COUNTY, NM KEITH MANES, COUNTY CLERK 000057779 Book2232 Page 187 9 of 13 11/12/2024 11:42 AM BY CRESLEY BARBRE

•

Any third party requiring additional information concerning the rights and obligations of the Parties under the Operating Agreement may contact the Operator at the following address:

### **OPERATOR:** Matador Production Company 5400 LBJ Freeway Ste. 1500 Dallas, TX 75240

V.

This Memorandum of Operating Agreement, Mortgage and Financing Statement may be executed in any number of counterparts, each of which shall be considered an original for all purposes and shall be binding upon the heirs, successors and assigns of the Parties. The Operator is hereby authorized to compile the signature and notary pages from each of the counterparts in order to have one instrument containing signature and notarial acknowledgments of all Parties for recording purposes.

IN WITNESS WHEREOF, this Memorandum of Operating Agreement, Mortgage and Financing Statement is executed effective on this 10th day of May 2024.

#### 1. Matador Production Company

Bv: Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

2. MRC Permian Company

By: Name: Bryan A. Erman Title: E.V.P. & General Counsel & Head of M&A

3. By: Name: ICA GUI Title:

4

4.	
By:	
Name:	
Title:	

## ACKNOWLEDGEMENTS

STATE OF OKLAND	§
COUNTY OF OKlawma	§
This instrument was acknowledged before me on asbehalf of said corporation.	<u>I July</u> , 2024, by <u>Jessica Davis</u> , <u>, for <u>CRP XIII UC</u> on Signature <u>Sayah Rinz</u> Name (Print) My commission expires <u>10-14-24</u></u>
as	<b>§</b> <b>§</b> , 2024, by, , foron
behalf of said corporation.	Signature Name (Print) My commission expires
STATE OF	§
COUNTY OF	§
This instrument was acknowledged before me on as behalf of said corporation.	, 2024, by,,,,, for
	Signature

Name (Print) My commission expires\_\_\_\_

.

## EXHIBIT "A"

Attached to and made a part of that certain Operating Agreement dated May 10, 2024, by and among Matador Production Company, as Operator, and MRC Permian Company et al as Non-Operators (this "Agreement")

## I. <u>CONTRACT AREA:</u>

SE4, E2SW4, Lots 3 & 4 of Section 30, and E2, E2W2, Lots 1, 2, 3 & 4 of Section 31, Township 24 South, Range 36 East, Lea County, New Mexico.

### II. <u>DEPTH RESTRICTIONS:</u>

None.

## III. ADDRESS OF THE PARTIES:

Matador Production Company One Lincoln Centre 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240 Attn: Land Department

MRC Permian Company One Lincoln Centre 5400 LBJ Freeway, Suite 1500 Dallas, Texas 75240 Attn: Land Department

## IV. Oil and Gas Leases subject to this Agreement:

Date: Lessee: Lessor: Lease Number: Lands covered:	November 1, 2018 Federal Abstract Company The United State of America NMNM 138909 Lots 1-4, SE4NW4, E2SW4 & SE4 of Section 30 & NE4 & NW4 of Section 31, Township 24 South, Range 36 East
Date: Lessee: Lessor: Lease Number: Lands covered:	July 17, 2020 Starboard Permian Resources, LLC Larry Warren McKibban Fee Lease S2 of Section 31, Township 24 South, Range 36 East, except the west 80 acres of Lots 3 & 4
Date: Lessee: Lessor: Lease Number: Lands covered:	July 17, 2020 Starboard Permian Resources, LLC Ronald Vernon McKibban Fee Lease S2 of Section 31, Township 24 South, Range 36 East, except the west 80 acres of Lots 3 & 4
Date: Lessee: Lessor: Lease Number: Lands covered:	August 21, 2020 Starboard Permian Resources, LLC The Maureen Stephenson, Kevin Warren, and Bryan Warren Partnership Fee Lease S2 of Section 31, Township 24 South, Range 36 East, except the west 80 acres of Lots 3 & 4

Date: Lessee: Lessor: Lease Number: Lands covered:	August 3, 2021 MRC Permian Company Ronald J. Byers Company, LLC Fee Lease West 80 acres of Lots 3 & 4 of Section 31, Township 24 South, Range 36 East
Date: Lessee: Lessor: Lease Number: Lands covered:	October 5, 2021 Incline Permian, LLC Meridian 102, LP Fee Lease West 80 acres of Lots 3 & 4 of Section 31, Township 24 South, Range 36 East
Date: Lessee: Lessor: Lease Number: Lands covered:	November 17, 2021 MRC Permian Company Michael Harrison Moore Fee Lease West 80 acres of Lots 3 & 4 of Section 31, Township 24 South, Range 36 East

## VI. Burdens on Production:

Burdens of record as of the effective date of this Agreement.

### End of Exhibit "A"

\*Final Exhibit "A" will be sent to Non-operators from Operator pending final elections and execution of Operating Agreement.

LEA COUNTY, NM KEITH MANES, COUNTY CLERK
000057779
Book2232 Page 187
13 of 13
11/12/2024 11:42 AM BY CRESLEY BARBRE
BY CRESLEY BARBRE

.

From:	Paula M. Vance			
To:	McClure, Dean, EMNRD; Lowe, Leonard, EMNRD			
Subject:	[EXTERNAL] Matador Wienberger & Bivins Commingling - Action ID: 378752			
Date:	Tuesday, September 24, 2024 1:50:02 PM			
Attachments:	image001.png			
	<u>1941_001.pdf</u>			

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Dean/Leonard,

Attached is the affidavit of notification of publication for Matador Wienberger & Bivins Commingling - Action ID: 378752. Please let me know if you need anything else on this one.

Paula Vance



Associate

HOLLAND & HART LLP

110 North Guadalupe Street, Suite 1, Santa Fe, NM 87501

pmvance@hollandhart.com | T: (505) 954-7286 | M: (337) 280-9055 CONFIDENTIALITY NOTICE: This message is confidential and may be privileged. If you believe that this email has been sent to you in error, please reply to the sender that you received the message in error; then please delete this email.



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 August 27, 2024 and ending with the issue dated August 27, 2024.

Publisher

Sworn and subscribed to before me this 27th day of August 2024.

**Business Manager** 

My commission expires January 29, 2027

(Seal) STATE OF NEW MEXICO NOTARY PUBLIC GUSSIE RUTH BLACK COMMISSION # 1087526 COMMISSION EXPIRES 01/29/2027

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 August 27, 2024

LEGAL

To: All affected parties, including all heirs, devisees, and successors of: Brennan James McLaughlin; Cameron H Morrow & Vicky L Morrow; Ethan Clay Upshaw; F3 Criterion Minerals, LP; Incline Permian, LLC; Intrepid Potash-New Mexico, LLC; Joyce Marle Thomson; Kelly Patrick McLaughlin; Kevin Moore SSMTT GST Exempt Trust, Kevin Moore, Trustee; Larry Warren McKibban; Mac Exploration, LLC; Max Permian, LLC; Meridian 102, LP; Michael Harrison Moore; Michael Timothy McLaughlin; OXY USA WTP Limited Partnership; Pheasant Energy, LLC; Richard Lyons Moore; Ronald J. Byers Company, LLC; Ronald Vernon McKibban; Russell Lynn Porter; Ryan Moore SSMTT GST Exempt Trust, Ryan Moore, Trustee; Solon Grant Upshaw; Starboard Permian Resources, LLC; The Maureen Stephenson, Kevin Warren, and Bryan Warren Partnership; Tommy V. Warden, dec'd, Bryan Warren, Kevin Warren, and Maureen Stephenson, heirs; Tower Rock Royalties TWO, LP; TROG Fund II, LP; Trustees of the Jal Public Library Fund; Bureau of Land Management.

Application of Matador Production Company for administrative approval to surface commingle (pool and lease commingle) oil and gas production, offlease measure, and off-lease store from spacing units underlying Lots 3 & 4, E/2 SW/4, and the SE/4 (S/2 equivalent) of irregular Section 30 and Lots 1-4, E/2 W/2 and the E/2 (all of Section 31 equivalent) of irregular Section 31, Township 24 South, Range 36 East, NMPM, Lea County, New Mexico (the "Lands"). Matador Production Company (OGRID No. 228937) ("Matador"), pursuant to 19.15.12.10 NMAC, seeks administrative approval to surface commingle (pool and lease), off-lease measure, and off-lease store diversely owned oil and gas production at the Weinberger Blvins Tank Battery ("TB") insofar as all existing and future wells drilled in the following spacing units:

(a) The 247.83-acre spacing unit comprised of Lots 3 and 4 (W/2 SW/4 equivalent) of irregular Section 30 and Lots 1-4 (W/2 W/2 equivalent) of irregular Section 31, in the WC-025 G-08 S253534O; Bone Spring [97088] – currently dedicated to the **Weinberger Fed Com #135H** (API. No. 30-025-53267);

(b) The 240-acre spacing unit comprised of the E/2 SW/4 of irregular Section 30 and the E/2 W/2 of irregular Section 31, in the WC-025 G-08 S253534O; Bone Spring [97088] – currently dedicated to the Weinberger Fed Com #136H (API. No. 30-025-53268);

(c) The 240-acre spacing unit comprised of the E/2 SE/4 of irregular Section 30 and the E/2 E/2 of irregular Section 31, in the WC-025 G-08 S253534O; Bone Spring [97088] – currently dedicated to the **Bivins Fed Com #138H** (API. No. 30-025-53265);

(d) The 247.83-acre spacing unit comprised of Lots 3 and 4 (W/2 SW/4 equivalent) of irregular Section 30 and Lots 1-4 (W/2 W/2 equivalent) of irregular Section 31, in the Jal; Wolfcamp, West [33813] – currently dedicated to the Weinberger Fed Com #211H (API, No. 30-025-53269);

(e) The 240-acre spacing unit comprised of the E/2 SW/4 of irregular Section 30 and the E/2 W/2 of irregular Section 31, in the Jal; Wolfcamp, West [33813] – currently dedicated to the **Weinberger Fed Com #212H** (API. No. 30-025-53270);

(f) The 240-acre spacing unit comprised of the W/2 SE/4 of Section 30 and the W/2 E/2 of Section 31, in the Jal; Wolfcamp, West [33813] – currently dedicated to the **Bivins Fed Com #213H** (API. No. 30-025-53266);

(g) The 240-acre spacing unit comprised of the E/2 SE/4 of Section 30 and the E/2 E/2 of Section 31, in the Jal; Wolfcamp, West [33813] - currently dedicated to the **Bivins Fed Com #214H** (API. No. 30-025-PENDING); and

(h) Pursuant to 19.15.12.10.C(4)(g), from all future additions of pools, leases or leases and pools to the Weinberger Bivins Tank Battery (located off the project area in the SE/4 NW/4 and SW/4 NE/4 (Units F and G) with notice provided only to the owners of interests to be added.

Any objection to this application must be filed in writing within twenty days from date of publication 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 contact Kyle Perkins, Matador Production Company, (972) 371-5202 or KPerkins@matadorresources.com.

01100104

00293400

HOLLAND & HART LLC 110 N GUADALUPE ST., STE. 1 SANTA FE, NM 87501

From:	Paula M. Vance
To:	Clelland, Sarah, EMNRD; Adam Rankin; ogonzalez@matadorresources.com
Subject:	RE: [EXTERNAL] Re: Action ID 378752 PLC968
Date:	Tuesday, April 22, 2025 4:18:18 PM
Attachments:	Weinberger Bivens JOA Memo.pdf

### Sarah,

See attached and orders below. Please let me know if you need anything else.

- Weinberger 211: R-21939
- Weinberger 212: R-21940
- Weinberger 135: R-21937
- Weinberger 136: R-21938
- Bivins 213: R-21946
- Bivins 214: R-21947
- Bivins 138: R-21945

### Paula Vance Associate, Holland & Hart LLP

pmvance@hollandhart.com | T: (505) 954-7286 | M: (337) 280-9055 CONFIDENTIALITY NOTICE: This message is confidential and may be privileged. If you believe that this email has been sent to you in error, please reply to the sender that you received the message in error; then please delete this email.

From: Clelland, Sarah, EMNRD <Sarah.Clelland@emnrd.nm.gov>
Sent: Tuesday, April 22, 2025 12:16 PM
To: Paula M. Vance <PMVance@hollandhart.com>; Adam Rankin <AGRankin@hollandhart.com>; ogonzalez@matadorresources.com
Subject: RE: [EXTERNAL] Re: Action ID 378752 PLC968

**External Email** 

Yeah, it isn't something that Dean has required in the past but I am wanting to have these to show that a voluntary agreement has been reached with the Fee Interest Owners or a Compulsory Pooling Order from the Commission. I so not see a compulsory pooling order in any of these well files. If you have the JOA and that shows the voluntary agreement to Pool then that is fine.

Thanks, Sarah Clelland

Petroleum Specialist State of New Mexico Energy, Minerals, and Natural Resources Department Oil Conservation Division Cell: (505) 537-0627 Sarah.Clelland@emnrd.nm.gov

From: Paula M. Vance <<u>PMVance@hollandhart.com</u>>
Sent: Tuesday, April 22, 2025 9:56 AM
To: Clelland, Sarah, EMNRD <<u>Sarah.Clelland@emnrd.nm.gov</u>>; Adam Rankin
<<u>AGRankin@hollandhart.com</u>>; <u>ogonzalez@matadorresources.com</u>
Subject: [EXTERNAL] Re: Action ID 378752 PLC968

CAUTION: This email originated outside of our organization. Exercise caution prior to clicking on links or opening attachments.

Sarah,

Are you asking for a copy of the JOA? We've never had to provide that before for commingling that includes only fee. Is that a new requirement? Or are you requesting a pooling order number. I can't recall if these have a CP order.

Ρ

### Get Outlook for iOS

From: Clelland, Sarah, EMNRD <<u>Sarah.Clelland@emnrd.nm.gov</u>>
Sent: Tuesday, April 22, 2025 11:47 AM
To: Paula M. Vance <<u>PMVance@hollandhart.com</u>>; Adam Rankin <<u>AGRankin@hollandhart.com</u>>; ogonzalez@matadorresources.com <ogonzalez@matadorresources.com</p>
Subject: RE: Action ID 378752 PLC968

**External Email** 

Hi Oscar,

Both Paula and Adam are out. Hoping you can get the below information for me on this application.

Thanks, Sarah Clelland

Petroleum Specialist State of New Mexico Energy, Minerals, and Natural Resources Department Oil Conservation Division Cell: (505) 537-0627 Sarah.Clelland@emnrd.nm.gov From: Clelland, Sarah, EMNRD
Sent: Tuesday, April 22, 2025 9:37 AM
To: Paula M. Vance <<u>PMVance@hollandhart.com</u>>; Adam Rankin <<u>agrankin@hollandhart.com</u>>
Cc: McClure, Dean, EMNRD <<u>Dean.McClure@emnrd.nm.gov</u>>
Subject: RE: Action ID 378752 PLC968

Hi Adam,

I received an out of office notification for Paula and her email said to contact you. Please see below.

Thanks,

Sarah Clelland

Petroleum Specialist State of New Mexico Energy, Minerals, and Natural Resources Department Oil Conservation Division Cell: (505) 537-0627 Sarah.Clelland@emnrd.nm.gov

From: Clelland, Sarah, EMNRD
Sent: Tuesday, April 22, 2025 9:33 AM
To: Paula M. Vance <<u>PMVance@hollandhart.com</u>>
Cc: McClure, Dean, EMNRD <<u>Dean.McClure@emnrd.nm.gov</u>>
Subject: Action ID 378752 PLC968

To whom it may concern (c/o Paula Vance for Matador Production Company),

Action ID	378752
Admin No.	PLC-968
Applicant	Matador Production Company
Title	Weinberger Bivins Tank Battery
Sub. Date	05/21/2024

The Division is reviewing the following application:

Please provide the following additional supplemental documents:

• Please provide pooling agreements for Fee Leases/Wells.

Please provide additional information regarding the following:

•

Additional notes:

•

All additional supplemental documents and information may be provided via email and should be done by replying to this email. The produced email chain will be uploaded to the file for this application.

Please note that failure to take steps to address each of the requests made in this email within 10 business days of receipt of this email may result in the Division rejecting the application requiring the submittal of a new application by the applicant once it is prepared to address each of the topics raised.

### **COMMENT**

Approval from Division is required prior to conducting work which modifies the well design.

Please contact the Environmental Bureau at <u>OCD.Enviro@emnrd.nm.gov</u> for instructions regarding the submittal process for applications of this type.

Thanks,

Sarah Clelland

Petroleum Specialist State of New Mexico Energy, Minerals, and Natural Resources Department Oil Conservation Division Cell: (505) 537-0627 Sarah.Clelland@emnrd.nm.gov

## STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

# APPLICATION FOR SURFACE COMMINGLINGSUBMITTED BY MATADOR PRODUCTION COMPANYORDER NO. PLC-968

### <u>ORDER</u>

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the OCD Engineering Bureau, issues the following Order.

### FINDINGS OF FACT

- 1. Matador Production Company ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells as described in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. Applicant provided notice of the Application to all persons owning an interest in the oil and gas production to be commingled, including the owners of royalty and overriding royalty interests, regardless of whether they have a right or option to take their interests in kind, and those persons either submitted a written waiver or did not file an objection to the Application.
- 4. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 5. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 6. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10 C.(4)(g) NMAC.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease as described in Exhibit A.

### **CONCLUSIONS OF LAW**

- 8. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, 19.15.12. NMAC, and 19.15.23. NMAC.
- 9. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10 A.(2) NMAC, 19.15.12.10 C.(4)(c) NMAC, and 19.15.12.10 C.(4)(e) NMAC, as applicable.

Order No. PLC-968

- Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9 A.(5) NMAC and 19.15.23.9 A.(6) NMAC, as applicable.
- Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10 B.(1) NMAC or 19.15.12.10 C.(1) NMAC, as applicable.
- 12. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10 B.(3) NMAC and 19.15.12.10 C.(4)(h) NMAC.
- 13. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10 C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 14. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

### <u>ORDER</u>

1. Applicant is authorized to surface commingle oil and gas production from the pools, leases, and wells as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

- 2. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease as described in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 3. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.

- 4. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15. NMAC or 19.15.23.8. NMAC.
- 5. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8 B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8 E. NMAC.
- 6. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10 C.(2) NMAC.
- 7. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 8. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10 C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 9. If a well is not included in Exhibit A but produces from a pool and lease as described in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 10. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 11. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).

Order No. PLC-968

12. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

## STATE OF NEW MEXICO OIL CONSERVATION DIVISION

loca

DATE: <u>4/30/2025</u>

GERASIMOS RAZATOS DIRECTOR (ACTING)

.

	State of New Mexi Energy, Minerals and Natural Reso			
	Exhibit A	<b>^</b>	,	
	Order: PLC-968	<u> </u>		
	Operator: Matador Produc	tion Company (22	8937)	
	Central Tank Battery: Weinberger Bivi		<i></i>	
	ral Tank Battery Location: UL F, G, Section Transfer Meter Location:	•	outh, Range 36	East
	Pools	- 1 NI	Declarate	
		ol Name	Pool Code	
	JAL; WOL WC-025 G-08 S253534O	FCAMP, WEST	33813 97088	
	WC-025 G-06 52555540	; DUNE SFRING	97000	
	Leases as defined in 19.15.1	2.7(C) NMAC		
	Lease	UL or Q/Q	S-T-R	
	<b>Pooled Area Wolfcamp Fee Lease</b>	S/2	31-24S-36E	
	<b>Pooled Area Bone Spring Fee Lease</b>	S/2	31-24S-36E	
CA Wolfcamp NMNM 106699571	W/2 SW/4	30-24S-36E		
	Crt woncamp Town to 00000011	W/2 W/2	31-24S-36E	
	CA Bone Spring NMNM 106699573	E/2 SW/4	30-24S-36E	
	Cit Doile Spring Million 100075070	E/2 W/2	31-24S-36E	
	CA Wolfcamp NMNM 106699227	W/2 SE/4	30-24S-36E	
		W/2 E/2	31-24S-36E	
	CA Bone Spring NMNM 106699278	E/2 SE/4	30-24S-36E	
		E/2 E/2	31-24S-36E	
	CA Wolfcamp NMNM 106699569	E/2 SE/4	30-24S-36E	
	*	E/2 E/2	31-24S-36E	
	CA Wolfcamp NMNM 106699228	E/2 SW/4	30-24S-36E	
	<u>^</u>	E/2 W/2	31-24S-36E	
	CA Bone Spring NMNM 106699577	W/2 SW/4	30-24S-36E	
		W/2 W/2	31-24S-36E	
	Wells			
Well API	Well Name	UL or Q/Q	S-T-R	Poo
30-025-53265	<b>BIVINS FEDERAL COM #138H</b>	E/2 SE/4	30-24S-36E	9708
50-025-55205	BITTING FEDERAL CONTRIJOII	E/2 E/2	31-24S-36E	2100
30-025-53266	<b>BIVINS FEDERAL COM #213H</b>	W/2 SE/4	30-24S-36E	3381
	DITIO I DEDIVID COM RECT	W/2 E/2	31-24S-36E	2001

30-025-53267

30-025-53268

W/2 SW/4

W/2 W/2

E/2 SW/4

E/2 W/2

30-24S-36E

31-24S-36E

30-24S-36E

31-24S-36E

WEINBERGER FEDERAL COM

#135H

WEINBERGER FEDERAL COM

#136H

**97088** 

97088

30-025-53269	WEINBERGER FEDERAL COM	W/2 SW/4	30-24S-36E	33813
	#211H	W/2 W/2	31-24S-36E	
30-025-53270	WEINBERGER FEDERAL COM	E/2 SW/4	30-24S-36E	33813
	#212H	E/2 W/2	31-24S-36E	
30-025-53400	<b>BIVINS FEDERAL COM #214H</b>	E/2 SE/4	30-24S-36E	33813
		E/2 E/2	31-24S-36E	55615

.

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Operator:	OGRID:
MATADOR PRODUCTION COMPANY	228937
One Lincoln Centre	Action Number:
Dallas, TX 75240	378752
	Action Type:
	[C-107] Surface Commingle or Off-Lease (C-107B)

CONDITIONS		
Created By	Condition	Condition Date
sarah.clelland	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please email us at OCD.Engineer@emnrd.nm.gov.	4/30/2025

Action 378752

Page 122 of 122