BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING AUGUST 22, 2024

CASE NO. 24312

JIM ROLFE WC 243H WELL

LEA COUNTY, NEW MEXICO



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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 24312

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- Matador Exhibit C: Self-Affirmed Statement of Notice
- Matador Exhibit D: Affidavit of Publication

COMPULSORY POOLING APPLICA	ATION CHECKLIST
ALL INFORMATION IN THE APPLICATION MUST	BE SUPPORTED BY SIGNED AFFIDAVITS
Case: 24312	APPLICANT'S RESPONSE
Date: August 22, 2024	
Applicant	MRC Permian Company
Designated Operator & OGRID (affiliation if applicable)	Matador Production Company [OGRID 228937]
Applicant's Counsel:	Holland & Hart LLP
Case Title:	Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico
Entries of Appearance/Intervenors:	PBEX, LLC; E.G.L. Resources, Inc.
Well Family	Jim Rolfe
Formation/Pool	
Formation Name(s) or Vertical Extent:	Wolfcamp
Primary Product (Oil or Gas):	Oil
Pooling this vertical extent:	N/A
Pool Name and Pool Code:	Tonto Deep; Wolfcamp (59510) for Section 22 acreage and Airstrip; Wolfcamp (970) for Section 27 acreage
Well Location Setback Rules:	Statewide Rules
Spacing Unit	
Type (Horizontal/Vertical)	Horizontal
Size (Acres)	320-acres
Building Blocks:	Quarter-Quarter sections
Orientation:	South-North
Description: TRS/County	W2E2 of Sections 22 and 27, T18S, R34E, NMPM, Lea County, New Mexico
Standard Horizontal Well Spacing Unit (Y/N), If No, describe and is approval of non-standard unit requested in the application?	Yes
Other Situations	
Depth Severance: Y/N. If yes, description	No
Proximity Tracts: If yes, description	N/A
Proximity Defining Well: if yes, description	N/A
Applicant's Ownership in Each Tract	Exhibit A-3

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Well #1	Jim Rolfe Fed Com 243H (API No. pending) SHL: 265' FSL & 910' FEL (Unit P) of Sec. 27, T18S, R34E BHL: 110' FNL & 1980' FEL (Unit B) of Sec. 22, T18S, R34E Completion Target: Wolfcamp formation Well Orientation: South-North Completion Location expected to be: Standard	
Horizontal Well First and Last Take Points	Exhibit A-1	
Completion Target (Formation, TVD and MD)	Exhibit A-4	
AFE Capex and Operating Costs		
Drilling Supervision/Month \$	\$8,000	
Production Supervision/Month \$	\$800	
Justification for Supervision Costs	Exhibit A	
Requested Risk Charge	200%	
Notice of Hearing		
Proposed Notice of Hearing	See filed Application	
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C	
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit D	
Ownership Determination		
Land Ownership Schematic of the Spacing Unit	Exhibit A-2	
Tract List (including lease numbers and owners)	Exhibits A-2 and A-3	
If approval of Non-Standard Spacing Unit is requested, Tract List (including lease numbers and owners) of Tracts subject to		
notice requirements.	N/A	
Pooled Parties (including ownership type)	Exhibit A-3	
Unlocatable Parties to be Pooled	Exhibit A-5	
Ownership Depth Severance (including percentage above & below)	N/A	
Joinder		
Sample Copy of Proposal Letter	Exhibit A-4	
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-3	
Chronology of Contact with Non-Joined Working Interests	Exhibit A-5	
Overhead Rates In Proposal Letter	Exhibit A-4	
Cost Estimate to Drill and Complete	Exhibit A-4	
Cost Estimate to Equip Well	Exhibit A-4	
Cost Estimate for Production Facilities	Exhibit A-4	
Geology		
Summary (including special considerations)	Exhibit B	
Spacing Unit Schematic	Exhibit B-2	
Gunbarrel/Lateral Trajectory Schematic	Exhibit B-2	
Released the Intrain with Vallon die 7:15 PM	Exhibit B	

Received by OCD: 8/15/2024 3:41:37 PM Target Formation	Exhibit B
HSU Cross Section	Exhibit B-3
Depth Severance Discussion	N/A
Forms, Figures and Tables	
A-102	Exhibit A-1
Tracts	Exhibit A-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-3
General Location Map (including basin)	Exhibit B-1
Well Bore Location Map	Exhibits A-1, B-2
Structure Contour Map - Subsea Depth	Exhibit B-2
Cross Section Location Map (including wells)	Exhibit B-2
Cross Section (including Landing Zone)	Exhibit B-3
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information pr	ovided in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Michael H. Feldewert
Signed Name (Attorney or Party Representative):	
Date:	Tichal & Julievers 15-Aug-24

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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 24312

APPLICATION

MRC Permian Company ("MRC" or "Applicant"), through undersigned attorneys, hereby files this application with the Oil Conservation Division pursuant to the provisions of NMSA 1978, § 70-2-17, for an order pooling a standard 320-acre, more or less, horizontal well spacing unit in the Wolfcamp formation comprised of the W2E2 of Sections 22 and 27, Township 18 South, Range 34 East and, NMPM, Lea County, New Mexico. In support of its application, MRC states:

1. Applicant is a working interest owner in the proposed horizontal spacing unit and has the right to drill thereon.

2. Applicant seeks to designate Matador Production Company (OGRID No. 228937) as the operator of the proposed horizontal spacing unit.

3. Applicant seeks to initially dedicate the above-referenced horizontal spacing unit to the proposed **Jim Rolfe Fed Com 243H** well to be horizontally drilled from a surface location in the SE4 of Section 27, with a first take point in the SW4SE4 (Unit O) of Section 27 and a last take point in the NW4NE4 (Unit B) of Section 22.

4. Applicant has sought and been unable to obtain voluntary agreement for the development of these lands from all interest owners in the subject spacing unit.

5. The pooling of this horizontal well spacing unit will allow Applicant to obtain a just and fair share of the oil and gas underlying the subject lands, avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on April 4, 2024, and, after notice and hearing as required by law, the Division enter an order:

- A. Pooling all uncommitted interests in the proposed horizontal well spacing unit;
- B. Designating Matador Production Company as operator of this spacing unit and the horizontal wells to be drilled thereon;
- C. Authorizing Applicant to recover its costs of drilling, completing, and equipping the well;
- D. Approving the actual operating charges and costs of supervision while drilling and after completion, together with a provision adjusting the rates pursuant to the COPAS accounting procedures; and
- E. Imposing a 200% penalty for the risk assumed by Applicant in drilling and completing the well against any working interest owner who does not voluntarily participate in the drilling of the well.

Respectfully submitted,

HOLLAND & HART LLP

By: Michael & Fellewers

Michael H. Feldewert Adam G. Rankin Paula M. Vance Post Office Box 2208 Santa Fe, NM 87504 505-988-4421 505-983-6043 Facsimile mfeldewert@hollandhart.com agrankin@hollandhart.com

ATTORNEYS FOR MRC PERMIAN COMPANY

CASE :

Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling a standard 320-acre, more or less, horizontal well spacing unit in the Wolfcamp formation comprised of the W2E2 of Sections 22 and 27, Township 18 South, Range 34 East and, NMPM, Lea County, New Mexico. Said unit will be initially dedicated to the proposed **Jim Rolfe Fed Com 243H** well to be horizontally drilled from a surface location in the SE4 of Section 27, with a first take point in the SW4SE4 (Unit O) of Section 27 and a last take point in the NW4NE4 (Unit B) of Section 22. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for risk involved in drilling said well. The subject area is located approximately 22 miles west of Hobbs, New Mexico.

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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 24312

SELF-AFFIRMED STATEMENT OF ISAAC EVANS

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

My name Isaac Evans. I work for MRC Energy Company, an affiliate of MRC
Permian Company ("MRC"), as a Vice President – Land.

2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum land matters. My credentials as a petroleum landman have been accepted by the Division and made a matter of public record.

3. I am familiar with the application filed by MRC in this case, and I am familiar with the status of the lands in the subject area.

4. In this case, MRC is seeking an order pooling all uncommitted interests in the Wolfcamp formation in the standard 320-acre, more or less, horizontal well spacing unit in the Wolfcamp formation underlying the W/2 E/2 of Sections 22 and 27, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico, and initially dedicate this Wolfcamp spacing unit to the proposed **Jim Rolfe Fed Com 243H** well to be horizontally drilled from a surface hole location in the SE/4 of Section 27, T18S-R34E with a first take point in the SW/4 SE/4 of Section 27, T18S-R34E and a last take point in the NW/4 NE/4 of Section 22, T18S-R34E.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312 5. MRC understands this well will be placed in the Tonto Deep; Wolfcamp [59510] (for the Section 22 acreage) and the Airstrip; Wolfcamp [970] (for the Section 27 acreage) pools.

6. **MRC Exhibit A-1** contains the draft Form C-102 for the proposed well.

7. The completed intervals for the proposed well will remain within the standard setbacks required by the statewide rules set forth in 19.15.16.15 NMAC.

8. MRC Exhibit A-2 identifies the tracts of land comprising the proposed horizontal spacing units. The land in the proposed spacing unit is comprised of state and federal lands.

9. MRC Exhibit A-3 identifies for the working interest owners that MRC is seeking to pool along with their respective ownership interest in the proposed horizontal spacing unit. MRC Exhibit A-3 also identifies the record title and overriding royalty interest owners that MRC seeks to pool in this case.

10. There are no depth severances within the Wolfcamp formation for this acreage.

11. While MRC was working to put this unit together, MRC proposed the above well to each of the working interest parties it seeks to pool. **MRC Exhibit A-4** contains a sample well proposal letter that was sent to those parties, along with the AFE sent to working interest owners for each well. The costs reflected in the AFE are consistent with what other operators have incurred for drilling similar horizontal wells in the area.

12. In addition to sending well proposal letters and AFEs, I have attempted to call or email each of the working interest owners MRC seeks to pool. As indicated in **MRC Exhibit A-5**, we have been able to contact and have discussions with each of the working interest owners we seek to pool.

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13. **MRC Exhibit A-5** contains a summary chronology of MRC's contacts and attempted contacts with the uncommitted working interest owners. In my opinion, MRC has undertaken good faith efforts to reach an agreement with the uncommitted working interest owners that MRC seeks to pool in this case.

14. MRC has made an estimate of overhead and administrative costs for drilling and producing the proposed well. It is \$8,000/month while drilling, and \$800/month while producing. These costs are consistent with what other operators are charging in this area for these types of wells. MRC respectfully requests that these administrative and overhead costs be incorporated into any order entered by the Division in this case.

15. I provided MRC's outside counsel, Holland & Hart, a list of names and addresses for the parties that MRC is seeking to pool. In compiling this notice list, MRC conducted a diligent search of all public records in the county where the proposed wells are located and conducted computer searches.

16. MRC Exhibits A-1 through A-5 were either prepared by me or compiled under my direction and supervision.

17. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature

below.

Isaac Evans

8-13-24

Date

EXHIBIT A-1

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A-1 Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

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FORM C-102

District I 1625 N. French Dr., 110bbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 State of New Mexico Revised August 1, 2011 Energy, Minerals & Natural Resources District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 Submit one copy to appropriate Department District Office District III 1000 Rio Brazos Road, Aztec NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 OIL CONSERVATION DIVISION 1220 South St. Francis Dr. District IV 1220 S. St. Francis Dr., Santa Fc, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 AMENDED REPORT Santa Fe, NM 87505 WELL LOCATION AND ACREAGE DEDICATION PLAT API Number ²Pool Code Woltram 59510 Property Name Property Code 243H JIM ROLFE FED COM OGRID No. ⁸Operator Name ²Elevation MATADOR PRODUCTION COMPANY 3999 728937 ¹⁰Surface Location East/West lin UL or lot no. Section Township Rang Lot Id: Feet from th North/South 8 Feet from th 910' EAST LEA 265' SOUTH Ρ 27 18-S 34-E ¹¹Bottom Hole Location If Different From Surface UL or lot no Sei Townshi Ran Lot Id Feet from th North/South li Feet from th East/West lin 22 18-S 34-E 110' NORTH 1980' EAST LEA В ²Dedicated Acres Joint or Infill Consolidation Code ²Order No. 320

160

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.



Dedicated Acre

320

160

Joint or Infil

FORM C-102 District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 State of New Mexico **Revised August 1, 2011** Energy, Minerals & Natural Resources District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 Submit one copy to appropriate Department **District Office** District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 OIL CONSERVATION DIVISION 1220 South St. Francis Dr. District IV 1220 \$ \$1 Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 AMENDED REPORT Santa Fe, NM 87505 WELL LOCATION AND ACREAGE DEDICATION PLAT ¹API Number Pool Code Wolfcam 970 Well Numbe Property Name Property Code JIM ROLFE FED COM 243H ⁹Elevation OGRID No. Operator Name 3999' 228937 MATADOR PRODUCTION COMPANY ¹⁰Surface Location Feet from th East/West lin Count Range Lot Idr Feet from th North/South In Fownship UL or lot no. Section 18-S EAST LEA Ρ 27 34-E 265' SOUTH 910' ¹¹Bottom Hole Location If Different From Surface North/South Feet from East/West lin Count Feet from t UL or lot no. Township Rant Lot le Secti 1980' LEA 110' NORTH EAST 22 18-S 34-E В

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.

⁵Order No.



EXHIBIT A-2

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A-2 Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

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EXHIBIT A-3

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A-3 Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

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Summary of Interests

Compulsory Pool Interest Total:			60.234375%
Interest Owner:	Description:	Tract	Interest:
Marathon Oil Permian, LLC	Uncommitted Working Interest Owner	3 & 4	32.500000%
EG3 Development, LLC	Uncommitted Working Interest Owner	2	0.781250%
Allar Development, LLC	Uncommitted Working Interest Owner	2	2.343750%
Anadarko E&P Onshore, LLC	Uncommitted Working Interest Owner	1	23.671875%
Joan Fontaine	Uncommitted Working Interest Owner	1	0.156250%
R.E. Harding, Jr. Residuary Trust /o Patrick Admire & John Ritchie, Trustees	Uncommitted Working Interest Owner	1	0.781250%
The Allar Company	Record Title Owner	2	N/A
Anadarko E&P Onshore, LLC	Record Title Owner	1	N/A
Marathon Oil Permian, LLC	Record Title Owner	3	N/A



W2E2 Jim Rolfe Fed Com – Wolfcamp

Summary of ORRI Owners - W2E2 Jim Rolfe Fed Com - Wolfcamp

ORRI

- 1. Post Oak Crown IV, LLC
- 2. Post Oak Crown IV-B, LLC
- 3. Crown Oil Partners, LP
- 4. Collins & Jones Investments, LLC
- 5. MCT Energy Ltd.
- 6. H. Jason Wacker
- 7. David W. Cromwell
- 8. LMC Energy, LLC
- 9. Kaleb Smith
- 10. Deane Durham
- 11. Mike Moylett
- 12. Oak Valley Mineral and Land, LP
- 13. Post Oak Mavros II, LLC
- 14. Sortida Resources, LLC
- 15. Sitio Permian, LP
- 16. John Kyle Thoma, Trustee of the Cornerstone Family Trust
- 17. GMT New Mexico Royalty Company, LLC
- 18. SHG Energy, LLC
- 19. Sitka Consulting, LLC
- 20. Good News Minerals, LLC
- 21. Post Oak Valley Mineral and Land, LP
- 22. Howard A. Rubin
- 23. Rubie Crosby Bell Family, LLC
- 24. Bryan Bell Family, LLC
- 25. BOKF, N.A., Successor Trustee of The Robert N. Enfield Irrevocable Trust B
- 26. Cathleen Ann Adams Revocable Trust
- 27. Arrott Family Revocable Trust
- 28. McMullen Minerals II, LP
- 29. Pegasus Resources II, LLC
- 30. Panhandle Properties, LLC
- 31. Free Ride, LLC
- 32. Stratford Investments, Ltd.
- 33. Ronita Jones
- 34. Brenda Lanier
- 35. Beverly Schmidt Couzzort Irrevocable Trust
- 36. Margaret Frances Grace Couzzort Irrevocable Trust
- 37. Catherine Claire Couzzort Irrevocable Trust
- 38. Bandera Minerals III, LLC
- 39. Wendell W. Iverson, Jr.
- 40. Magnolia Royalty Company, Inc.
- 41. Sapphire Royalties, Inc.
- 42. Packard Fund

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- 43. James M. Hotchkiss, Jr., Trustee
- 44. James M. Hotchkiss, Jr. & Isabel Hotchkiss, Trustees of the Hotchkiss 1988 Family Trust
- 45. Walter Condeff
- 46. Kathleen Ann Tallent
- 47. Mary Elizabeth Condeff
- 48. Frances A. Jay
- 49. Virginia R. Hatherly
- 50. Phillip R. Runyan
- 51. Russell T. Rudy Energy, LLC
- 52. Fortress Energy Partners IV, LLC

EXHIBIT A-4

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A-4 Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

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Matador Production Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 972.587.4628 • Fax 214.866.4883 isaac.evans@matadorresources.com

Isaac C. Evans Area Land Manager

January 18, 2024

VIA CERTIFIED RETURN RECEIPT MAIL

Franklin Mountain Energy 3, LLC 44 Cook Street, Suite 1000 Denver, Colorado 80206

Re: Jim Rolfe Fed Com #111H, #112H, #113H, #114H, #121H, #122H, #123H, #124H, #131H, #132H, #133H, #134H, #241H, #242H, #243H & #244H (the "Wells") Participation Proposal Sections 22 & 27, Township 18 South, Range 34 East, Lea County, New Mexico

Dear Sir/Madam:

MRC Permian Company ("MRC") proposes the drilling of Matador Production Company's Jim Rolfe Fed Com #111H, Jim Rolfe Fed Com #112H, Jim Rolfe Fed Com #113H, Jim Rolfe Fed Com #114H, Jim Rolfe Fed Com #121H, Jim Rolfe Fed Com #122H, Jim Rolfe Fed Com #123H, Jim Rolfe Fed Com #124H, Jim Rolfe Fed Com #131H, Jim Rolfe Fed Com #132H, Jim Rolfe Fed Com #133H, Jim Rolfe Fed Com #134H, Jim Rolfe Fed Com #241H, Jim Rolfe Fed Com #242H, Jim Rolfe Fed Com #243H & Jim Rolfe Fed Com #244H, located in Sections 22 & 27, Township 18 South, Range 34 East, Lea County, New Mexico.

In connection with the above, please note the following:

- The estimated cost of drilling, testing, completing, and equipping of the Jim Rolfe Fed Com #111H, Jim Rolfe Fed Com #112H, Jim Rolfe Fed Com #113H, Jim Rolfe Fed Com #114H, Jim Rolfe Fed Com #121H, Jim Rolfe Fed Com #122H, Jim Rolfe Fed Com #123H, Jim Rolfe Fed Com #124H, Jim Rolfe Fed Com #131H, Jim Rolfe Fed Com #132H, Jim Rolfe Fed Com #134H, Jim Rolfe Fed Com #134H, Jim Rolfe Fed Com #144H, Jim Rolfe Fed Com #244H, Jim Rolfe
- Jim Rolfe Fed Com #111H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 660' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FWL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,000' TVD) to a Measured Depth of approximately 19,054'.
- Jim Rolfe Fed Com #112H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 1,980' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FWL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,000' TVD) to a Measured Depth of approximately 19,054'.

- Jim Rolfe Fed Com #113H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 1,980' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FEL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,000' TVD) to a Measured Depth of approximately 19,054'.
- Jim Rolfe Fed Com #114H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 660' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FEL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,000' TVD) to a Measured Depth of approximately 19,054'.
- Jim Rolfe Fed Com #121H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 660' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FWL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (-9,300' TVD) to a Measured Depth of approximately 19,354'.
- Jim Rolfe Fed Com #122H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 1,980' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FWL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,300' TVD) to a Measured Depth of approximately 19,354'
- Jim Rolfe Fed Com #123H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 1,980' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FEL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,300' TVD) to a Measured Depth of approximately 19,354'
- Jim Rolfe Fed Com #124H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 660' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FEL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~9,300' TVD) to a Measured Depth of approximately 19,354'
- Jim Rolfe Fed Com #131H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 660' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FWL of Section 27-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,240' TVD) to a Measured Depth of approximately 15,014'.
- Jim Rolfe Fed Com #132H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 1,980' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FWL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,240' TVD) to a Measured Depth of approximately 20,294.

- Jim Rolfe Fed Com #133H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 1,980' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FEL of Section 22-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,240' TVD) to a Measured Depth of approximately 20,294.
- Jim Rolfe Fed Com #134H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 660' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FEL of Section 27-18S-34E. The Well will have a targeted interval within the Bone Spring formation and will be drilled horizontally in the Bone Spring (~10,240' TVD) to a Measured Depth of approximately 15,014'.
- Jim Rolfe Fed Com #241H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 660' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FWL of Section 22-18S-34E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,900' TVD) to a Measured Depth of approximately 21,954'.
- Jim Rolfe Fed Com #242H: to be drilled from a legal location with a proposed surface hole location in the N/2NW/4 of Section 34-18S-34E, a proposed first take point located at 100' FSL and 1,980' FWL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FWL of Section 22-18S-34E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,900' TVD) to a Measured Depth of approximately 21,954'.
- Jim Rolfe Fed Com #243H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 1,980' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 1,980' FEL of Section 22-18S-34E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,900' TVD) to a Measured Depth of approximately 21,954'.
- Jim Rolfe Fed Com #244H: to be drilled from a legal location with a proposed surface hole location in the S/2SE/4 of Section 27-18S-34E, a proposed first take point located at 100' FSL and 660' FEL of Section 27-18S-34E, and a proposed last take point located at 100' FNL and 660' FEL of Section 22-18S-34E. The Well will have a targeted interval within the Wolfcamp formation and will be drilled horizontally in the Wolfcamp (~11,900' TVD) to a Measured Depth of approximately 21,954'.

MRC reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. MRC will advise you of any such modifications.

MRC requests that you indicate your election to participate in the drilling and completion of the Wells in the space provided below, sign and return one (1) copy of this letter to the undersigned.

MRC is proposing to drill the Wells under the terms of the modified 1989 AAPL form of Operating Agreement, which will be sent at a later date. The proposed Operating Agreement is dated January 1, 2024, by and between Matador Production Company, as Operator and MRC Permian Company, et al as Non-Operators, covers certain depths in Sections 22 & 27, Township 18 South, Range 34 East, Lea County, New Mexico, and has the following general provisions:

- 100/300/300 Non-consenting penalty
- \$8,000/\$800 Drilling and Producing rate

Matador Production Company named as Operator

If your election is to participate in the drilling and completion of the Wells, please sign and return a copy of the enclosed AFEs within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFEs are only an estimate of costs to be incurred and by electing to participate in the Wells, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. Please contact me if you have any questions.

Sincerely,

MRC PERMIAN COMPANY

0 Isaac C. Evans

Franklin Mountain Energy 3, LLC hereby elects to:

 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #111H well.
 Not to participate in the Jim Rolfe Fed Com #111H
 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador
 Production Company's Jim Rolfe Fed Com #112H well. Not to participate in the Jim Rolfe Fed Com #112H
 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #113H well. Not to participate in the Jim Rolfe Fed Com #113H
 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #114H well. Not to participate in the Jim Rolfe Fed Com #114H
 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #121H well. Not to participate in the Jim Rolfe Fed Com #121H
 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #122H well. Not to participate in the Jim Rolfe Fed Com #122H
 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #123H well. Not to participate in the Jim Rolfe Fed Com #123H
 Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's JIm Rolfe Fed Com #124H well. Not to participate in the Jim Rolfe Fed Com #124H

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Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #131H well. Not to participate in the Jim Rolfe Fed Com #131H
Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #132H well. Not to participate in the Jim Rolfe Fed Com #132H
Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #133H wellNot to participate in the Jim Rolfe Fed Com #133H
Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #134H well. Not to participate in the Jim Rolfe Fed Com #134H
Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #241H well. Not to participate in the Jim Rolfe Fed Com #241H
Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #242H well. Not to participate in the Jim Rolfe Fed Com #242H
Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #243H well. Not to participate in the Jim Rolfe Fed Com #243H
Participate for its proportionate share of the costs detailed in the enclosed AFE associated with Matador Production Company's Jim Rolfe Fed Com #244H well. Not to participate in the Jim Rolfe Fed Com #244H

Franklin Mountain Energy 3, LLC

Ву: _____

Title: _____

Date: _____

Contact Number: _____

MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE • 5400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240

Phone (972) 371-5260 • Fax (972) 371-5201

ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

DATE:	12/05/2023	AFE NO.:	0
WELL NAME:	Jim Rolfe Fed Com #243H	FIELD:	0
LOCATION:	Section 22&27-18S-34E	MD/TVD:	21954//11900
COUNTY/STATE:	Lea	LATERAL LENGTH:	about 10,000'
MRC WI:			

Wolfcamp D Drill and complete a 2-mile horizontal Wolfcamp D target with about 45 frac stages. GEOLOGIC TARGET: REMARKS:

INTANGIBLE COSTS	DRILLING COSTS	COMPLETION COSTS	PRODUCTION COSTS	FACILITY COSTS	TOTAL COSTS
and / Legal / Regulatory	\$ 17,500	5	5 5	10,000 \$	27,500
ocation, Surveys & Damages	134,500	13,000	15,000	20,000	182,500
Drilling	994,615				994,815
Cementing & Float Equip	307,000				307,000
ogging / Formation Evaluation		8,000			8,000
Aud Logging	24,750				24,750
Aud Circulation System	153,660				153,660
Mud & Chemicals	332,445	65,000			397,445
Mud / Wastewater Disposal	235,000			1,000	236,000
reight / Transportation	22,500	33,500		·	56,000
Rig Supervision / Engineering	153,600	52,800	7,500	3,600	247,500
Drill Bits	130,000				130,000
Fuel & Power	189,000	547,878			736,878
Nater	76,250	555,000		1,000	632,250
Drig & Completion Overhead	13,500				13,500
Plugging & Abandonment				'	•
Directional Drilling, Surveys	351,879				351,879
Completion Unit, Swab, CTU		170.000	25,000		195,000
		233,024			233,024
Perforating, Wireline, Slickline		98,000			98,000
High Pressure Pump Truck		3,040,529			3 040 529
Stimulation	·	15,500	112,500		128,000
Stimulation Flowback & Disp	13,831	13,300	112,000		13,831
nsurance		57.917	85,000	5,000	350,917
Labor	203,000	315,907	60,000	5,000	518,293
Rental - Surface Equipment	137,387		60,000	5,000	273,950
Rental - Downhole Equipment	182,950	91,000		5,000	97,860
Rental - Living Quarters	48,217	44,643	30,500	5,060	397,781
Contingency	187,383	174,838	30,600	5,060	26,082
Operations Center	26,082				- Option the second
TOTAL INTANGI	BLES > 3,935,049	5,546,535	335,500	55,660	9,872,744
	DRILLING	COMPLETION	PRODUCTION COSTS	FACILITY	TOTAL
TANGIBLE COSTS					
0 . f 0	¢ 108.850	•		\$ \$	106 850
Surface Casing	\$ 106,850 575 572	\$	\$	\$ <u> </u>	
Intermediate Casing	\$ <u>108,850</u> 575,572	\$	5	\$\$	
Intermediate Casing Drilling Liner	575,572	\$	s	s s 	575,572
Intermediate Casing Drilling Liner Production Casing	575,572	\$	\$	ss 	575,572
Intermediate Casing Drilling Liner Production Casing Production Liner	575,572	\$	\$	ss 	575,572
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing	882,251	\$	\$	ss s 	575,572 882,261 55,000
Intermediata Casing Drilling Liner Production Casing Production Liner Tubing Weilhead	675,572 882,251 833,500	\$	\$	\$\$ \$ 	575,572 882,261 55,000 108,500
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers	875.572 882,261 83,500	\$ 	\$	\$\$ 	575,572 582,261 55,000 108,500 70,265
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Wellhead Packers, Liner Hangers Tanks	875,572 882,281 83,500	\$	\$	\$\$ 	575,572 882,261 55,000 108,500 70,285 28,800
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels	875,572 882,261 833,500	\$	\$55,000 5000 5,000 	\$\$ \$ 	575,572 882,261 55,000 108,500 70,265 28,800 152,620
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Wellhead Packers, Liner Hangers Tanks	875,572 882,251 83,500	\$	\$	\$\$ 	575,572 882,261 55,000 108,500 70,265 28,800 152,620
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string	875,572 882,261 833,500	\$	\$	\$\$ \$ 	55,000 108,500 70,285 28,800 152,620 160,000
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines	875.572 882,251 833,500	\$	\$ 55,000 25,000 5,000 	\$\$ 	575,572 882,261 55,000 108,500 70,265 28,800 152,620 160,000 35,000
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string	875,572 882,261 833,500	\$	\$	\$\$ \$ 	575,572 582,261 55,000 108,500 70,285 28,800 152,620 160,000 35,000 89,500
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Wellhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment	875.572 882,251 833,500	\$	\$	\$\$ \$ 	575,572 882,261 55,000 108,500 70,265 28,800 152,820 160,000 35,000 89,500 89,500
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Wellhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor	875.572 882,281 83,500	\$	\$ 55,000 25,000 5,000 	\$\$ \$ 	575,572 55,000 106,500 106,500 102,855 28,800 152,820 160,000 65,500 68,500 68,500 4,200
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Linee Rod string Artificial Lift Equipment Compressor Installation Costs	875,572 882,261 833,500	\$	\$ 55,000 25,000 5,000 	\$\$ \$ 	575,572 55,000 106,500 106,500 102,855 28,800 152,820 160,000 65,500 68,500 68,500 4,200
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface	875.572 882,281 83,500	\$	\$	\$\$ \$ 	575,572 55,000 106,500 106,500 102,855 28,800 152,820 160,000 65,500 68,500 68,500 4,200
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Surface	875.572 882,281 83,500 	\$	\$ 55,000 25,000 5,000 40,000 	\$\$ \$ 	575,572 55,000 108,500 108,500 108,500 152,820 160,000 68,500 68,500 68,500 4,200 2,400
Intermediate Casing Drilling Liner Production Casing Production Casing Production Liner Tubing Wellhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Downhole Downhole Pumps	875,572 882,261 833,500 	\$	\$ 55,000 25,000 5,000 	\$\$ \$ 	575,572 55,000 108,500 108,500 108,500 152,820 160,000 68,500 68,500 68,500 4,200 2,400
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation	875,572 882,261 833,500 	\$	\$ 55,000 25,000 5,000 40,000 	\$\$ \$ 	575,572 882,261 55,000 108,500 70,265 28,800 152,820 152,820 160,000 86,500 86,500 86,291 86,291 86,291 86,291
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration	875,572 882,261 833,500 	\$	\$ 55,000 25,000 5,000 40,000 	\$\$ \$ 	575,572 882,261 55,000 108,500 70,265 28,800 152,820 152,820 160,000 86,500 86,500 86,291 86,291 86,291 86,291
Intermediate Casing Drilling Liner Production Casing Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration Interconnecting Facility Piping	875,572 882,261 833,500 	\$	\$	\$\$ \$ 	575,572 882,261 55,000 108,500 108,500 108,500 152,820 152,820 152,820 152,820 152,820 152,820 152,820 152,820 152,820 152,820 160,000 89,500 80,500
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration Interconnecting Facility Piping Gathering / Bulk Lines	875,572 882,261 833,500 	\$	\$	\$\$ \$ 	575,572 882,261 55,000 106,500 106,500 152,820 160,000 88,000 88,000 4,200 2,400 2,400 88,291 80,500 80,500
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration Interconnecting Facility Piping Gathering / Bulk Lines Valvae, Dumps, Controllers	875,572 882,261 833,500 	\$	\$	\$\$ \$ 	575,572 582,261 55,000 108,500 108,500 108,500 152,820 152,
Intermediate Casing Drilling Liner Production Casing Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration Interconnecting Facility Pipling Gathering / Buik Lines Valves, Dumps, Controllers Tank / Facility Containment	875,572 882,261 833,500 	\$	\$	\$\$ \$ 28,800 152,620 120,000 24,500 88,000 2,000 70,291 80,500 4,900	575,572 582,261 55,000 108,500 108,500 108,500 152,820 152,
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Wellhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration Interconnecting Facility Piping Gathering / Bulk Lines Valves, Dumps, Controllers Tank / Facility Conteinment Flare Stack	875,572 882,261 833,500 	\$	\$	\$\$ \$ 28,800 152,820 120,000 24,500 4,200 2,000 70,291 80,500 12,250 2,000 12,250	575,572 575,572 55,000 108,500 70,285 28,800 152,820 152,820 152,820 152,820 160,000 88,000 4,200 2,400 2,400 2,400 2,400 2,400 2,400 2,400 86,291 86,291 86,291 80,500 1,2,261
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration Interconnecting Facility Piping Gathering / Buik Lines Valves, Dumps, Controllers Tank / Facility Containment Flare Stack	875,572 882,261 833,500 	\$	\$	\$\$ \$ 	575,572 55,000 106,500 106,500 102,265 28,800 152,820 160,000 4,200 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 2,400 4,200 2,400 4,200 4,
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Scontrollable Surface Non-controllable Surfac	875,572 882,261 833,500 	\$	\$	\$\$ \$ 	575,572 582,261 55,000 108,500 108,500 108,500 152,820 152,
Intermediate Casing Drilling Liner Production Casing Production Liner Tubing Weilhead Packers, Liner Hangers Tanks Production Vessels Flow Lines Rod string Artificial Lift Equipment Compressor Installation Costs Surface Pumps Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Surface Non-controllable Downhole Downhole Pumps Measurement & Meter Installation Gas Conditioning / Dehydration Interconnecting Facility Piping Gathering / Buik Lines Valves, Dumps, Controllers Tank / Facility Containment Flare Stack		\$	\$	\$\$ \$ 	575,572 882,261 55,000 108,500 108,500 108,500 152,820 152,820 152,820 152,820 152,820 160,000 89,500 89,500 89,500 86,293 86,293 86,293 80,500 80,

PREPARED BY MATADOR PRODUCTION COMPANY:



EXHIBIT A-5

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. A-5 Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

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Summary of Communications – W2E2 Jim Rolfe Fed Com – Bone Spring

Uncommitted Working Interest:

1. Marathon Oil Permian, LLC

In addition to sending well proposals, Matador had discussions with Marathon Oil Permian, LLC regarding this project and potential voluntary joinder and are continuing those discussions.

2. Anadarko E&P Onshore, LLC

In addition to sending well proposals, Matador had discussions with Anadarko E&P Onshore, LLC regarding this project and potential voluntary joinder and are continuing those discussions.

3. Allar Development, LLC

In addition to sending well proposals, Matador had discussions with Allar Development, LLC regarding this project and potential voluntary joinder and are continuing those discussions.

4. EG3 Development, LLC

In addition to sending well proposals, Matador had discussions with EG3 Development, LLC regarding this project and potential voluntary joinder and are continuing those discussions.

5. Joan Fontaine

In addition to sending well proposals, Matador had discussions with Joan Fontaine regarding this project and potential voluntary joinder and are continuing those discussions.

6. R.E. Harding, Jr. Residuary Trust c/o Patrick Admire & John Ritchie, Trustees

In addition to sending well proposals, Matador had discussions with the R.E. Harding, Jr. Residuary Trust c/o Patrick Admire & John Ritchie, Trustees regarding this project and potential voluntary joinder and are continuing those discussions.

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

APPLICATIONS OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 24310, 24311, 24312 and 14312

SELF-AFFIRMED STATEMENT OF ANDREW PARKER

Andrew Parker, of lawful age and being first duly sworn, declares as follows:

My name is Andrew Parker. I work for MRC Energy Company, an affiliate of MRC
Permian Company ("MRC"), as a Senior Vice President of Geoscience.

2. I have previously testified before the New Mexico Oil Conservation Division as an expert witness in petroleum geology. My credentials as a petroleum geologist have been accepted by the Division and made a matter of record.

3. I am familiar with the applications filed by MRC in these cases, and I have conducted a geologic study of the lands in the subject area.

4. **MRC Exhibit B-1** is a locator map outlining the horizontal spacing units with a black box shaded in yellow, with the larger area identified in a red box.

5. In these cases, MRC intends to develop what MRC refers to internally as the Wolfcamp D interval. As explained further below, MRC's proposed target interval is highlighted in **MRC Exhibit B-3**. From a geologic standpoint, the barrier between the base of the Wolfcamp formation and top of the Pennsylvanian age formations below it can be a matter of interpretation. However, it is MRC's understanding that within the industry the consensus is to consider this target to be within the Wolfcamp formation, and therefore MRC is seeking to pool the Wolfcamp formation and I will refer to MRC's proposed targeted interval as part of the Wolfcamp formation.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. B Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

6. **MRC Exhibit B-2** is a subsea structure map prepared off the top of the Wolfcamp formation. The contour interval is 200 feet. The structure map shows the Wolfcamp formation gently dipping to the south. The structure appears consistent across the proposed wellbore paths. I do not observe any faulting, pinchouts, or other geologic impediments to horizontal drilling.

7. Also included on MRC Exhibit D-2 is a line of cross section from A to A'.

8. MRC Exhibit B-3 is a structural cross-section prepared displaying open-hole logs run over the Wolfcamp formation from the four representative wells denoted from A to A'. For each well in the cross-section, the following logs are included: gamma ray, caliper, resistivity, and porosity, where available. The proposed target intervals for each of the respective proposed wells is labeled and marked with a yellow shaded area. The logs in the cross-section demonstrate that the targeted intervals are consistent in thickness, across the entirety of the proposed spacing units.

9. In my opinion, the standup orientation is the preferred orientation for development in this area for these wells because the maximum horizontal stress is east-west in this area.

10. Based on my geologic study of the area, I have not identified any geologic impediments to drilling horizontal wells within the Wolfcamp formation in the area of the spacing units proposed in these cases.

11. In my opinion, each quarter-quarter section will be productive and contribute moreor-less equally to production from each horizontal spacing unit.

12. In my opinion, horizontal drilling will be the most efficient method to develop this acreage, to prevent the drilling of unnecessary wells, and to result in the greatest ultimate recovery.

13. Approving MRC's applications will be in the best interest of conservation, the prevention of waste, and protection of correlative rights.

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14. MRC Exhibits B-1 through B-3 were either prepared by me or compiled under my direction and supervision.

15. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statements are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature

below.

Andrew Parker

8/15/2024

Date

Lo		or Ma	ap												E		bit B
75 21E	175 23E	175 24E	175 255	175 265	175 272	175 28E	175 29E	175 305	175.31E Abo	Lea Reef	175 JJE	175 34E	175 352	175 36E	175 37E	175 38E	175) BLK AB 395
Eddy	185 23E	185 Z-Æ	185 2 SE	185 26E	185 27E	185 28 E	185 29E	185 3.0E	185 3 1E	185 325	185 331	18	18 352	1.85 3.6E	185 37E	185 38E	BLK A9 1853 3963 Gai l
9521E	195 23E	195 Z-Æ	195 25E	195 26E	195 27E	195 28E	195 2 9E	195-20470	ungest	t Goat S	eep	Jim Rolf	fe	195 A4Z	195 37E	19538E	BLK A10
DS 21E	205 23E	205 24E	205 25E	205 26E	205271	205 28E	205 29E	205 JOE	205 31E	n Aquifer 205 32E	205 3 XE	Project A		205 34E	205 37E	205 38E	205 39E BLK A28
555 <u></u>	20,55 222 215,224	20:55 23E 215 23E	215 24E	215 25E	215 26E	215 27E	215 28E	215 29E	oungest	et Capita 215316	an 215.222	215 33E	215 34E	215 356	215 36E	2.15.37E	80K A28
: 21E	225 226	225 23E	225 24	225 25E	2524	225 27E	225 28E	2.25 29E	225 30E	225 31E	225 32E	225 336	225 34E	225 352	225 36E	225 37E	2221 38E
21E	133.226	215 232	235 24E	235 25E	235 26E	235 27E	235 28E	235 29E	235 30E	235 3 1E	235 32E	235 336	235 348	235 356	23536E	235 37E	235 38E
5.21E	245 22E	245 23E	245 24E	245 25E	245 262	245 27E	245 28E	245 29E	2.45 30E	245 31E	245.32E	246 338	24534E	245 251	245 36E	245 37E	246 38E BLK A51
S 21E	255 226	Bazu	255 2.4E	255 255	255 265	255 271.	255 281	255 29E	255 JOE	255 316	255 325	255 33E	255 348	255 356	255 365	255 376	255 385 BLK A55
5 2 1E	215228	265 23E	265 24E	265 25E	265 26E	265 275	265 28E	1000 New Mexic	000ftUS		12E	2.65.3.3E	265 34E	265 358	265 36E	265 37E	265 38E BLK A56

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. B-1 Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

Matador

Tonto Deep; Wolfcamp [59510] Release Airstrip; Wolfcamp [970] Structure Map (Top Wolfcamp Subsea) A-A' Reference Line Imaging: 8/15/2024 4:57:15 PM

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Exhibit B-2

Page 35 of 5

Tonto Deep; Wolfcamp [59510] Airstrip; Wolfcamp [970] Structural Cross-Section A – A'

Release

maging: 8/15/2024 4:57:15 PM

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. B-3 Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312



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Page 36 of 52 3

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

APPLICATION OF MRC PERMIAN COMPANY FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NO. 24312

<u>SELF-AFFIRMED STATEMENT OF</u> <u>MICHAEL H. FELDEWERT</u>

1. I am attorney in fact and authorized representative of MRC Permian Company ("MRC"), the Applicant herein. I have personal knowledge of this matter addressed herein and am competent to provide this self-affirmed statement.

2. The above-referenced application and notice of the hearing on this application was sent by certified mail to the affected parties on the date set forth in the letter attached hereto.

3. The spreadsheet attached hereto contains the names of the parties to whom notice was provided.

4. The spreadsheet attached hereto contains the information provided by the United States Postal Service on the status of the delivery of this notice as of August 12, 2024.

5. I caused a notice to be published to all parties subject to these proceedings.

An affidavit of publication from the publication's legal clerk with a copy of the notice publication is attached herein.

6. I affirm under penalty of perjury under the laws of the State of New Mexico that the foregoing statement are true and correct. I understand that this self-affirmed statement will be used as written testimony in this case. This statement is made on the date next to my signature below.

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. C Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

•

Michael H. Feldewert

August 14, 2024 Date

Holland & Hart

Michael H. Feldewert Partner Phone (505) 988-4421 mfeldewert@hollandhart.com

March 29, 2024

<u>VIA CERTIFIED MAIL</u> CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico: *Jim Rolfe Fed Com 243H well*

Ladies & Gentlemen:

This letter is to advise you that MRC Permian Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on April 18, 2024, and the status of the hearing can be monitored through the Division's website at https://www.emnrd.nm.gov/ocd/.

It is anticipated that hearings will be held in a hybrid format with both in-person and virtual participation options. The meeting will be held in the Pecos Hall Hearing Room at the Wendall Chino Building, 1st Floor, 1220 South St. Francis Dr., Santa Fe, New Mexico. To participate virtually in the hearing, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/.

You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date. Parties appearing in cases are required to file a Pre-hearing Statement four business days in advance of a scheduled hearing that complies with the provisions of NMAC 19.15.4.13.B.

If you have any questions about this matter, please contact Isaac Evans at (972) 587-4628 or at isaac.evans@matadorresources.com.

Sincerely,

stuhal + Fellevers

Michael H. Feldewert ATTORNEY FOR MRC PERMIAN COMPANY

Location 110 North Guadalupe, Suite 1 Santa Fe, NM 87501-1849 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208 Contact p: 505.988.4421 | f: 505.983.6043 www.hollandhart.com

Holland & Hart LLP Anchorage Aspen Billings Boise Boulder Cheyenne Denver Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C.

Holland & Hart

Michael H. Feldewert Partner Phone (505) 988-4421 mfeldewert@hollandhart.com

June 26, 2024

<u>VIA CERTIFIED MAIL</u> CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico: *Jim Rolfe Fed Com 243H well*

Ladies & Gentlemen:

This letter is to advise you that MRC Permian Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on July 16, 2024, and the status of the hearing can be monitored through the Division's website at <u>https://www.emnrd.nm.gov/ocd/</u>.

It is anticipated that hearings will be held in a hybrid format with both in-person and virtual participation options. The meeting will be held in the Pecos Hall Hearing Room at the Wendall Chino Building, 1st Floor, 1220 South St. Francis Dr., Santa Fe, New Mexico. To participate virtually in the hearing, see the instructions posted on the OCD Hearings website: https://www.emnrd.nm.gov/ocd/hearing-info/.

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If you have any questions about this matter, please contact Isaac Evans at (972) 587-4628 or at isaac.evans@matadorresources.com.

Sincerely,

stuhal + Fellevers

Michael H. Feldewert ATTORNEY FOR MRC PERMIAN COMPANY

Location 110 North Guadalupe, Suite 1 Santa Fe, NM 87501-1849 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208 Contact p: 505.988.4421 | f: 505.983.6043 www.hollandhart.com

Holland & Hart LLP Anchorage Aspen Billings Boise Boulder Cheyenne Denver Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C.

9414811898765400777044	Marathon Oil Permian, LLC	990 Town And Country Blvd	Houston	ТХ	77024-2217	Your item was delivered to the front desk, reception area, or mail room at 11:59 am on April 2, 2024 in HOUSTON, TX 77024.
9414811898765400777037	Anadarko E&P Onshore, LLC	5 Greenway Plz Ste 110	Houston	ТХ	77046-0521	Your item has been delivered to an agent for final delivery in HOUSTON, TX 77046 on April 2, 2024 at 10:36 am.
9414811898765400777075	Franklin Mountain Energy 3, LLC	44 Cook St Ste 1000	Denver	со	80206-5827	Your item was delivered to the front desk, reception area, or mail room at 12:59 pm on April 1, 2024 in DENVER, CO 80206.
9414811898765400777419	EG3 Development, LLC	PO Box 1567	Graham	ТХ	76450-7567	Your item was picked up at the post office at 10:09 am on April 1, 2024 in GRAHAM, TX 76450.
9414811898765400777457	Allar Development, LLC	PO Box 1567	Graham	ТХ	76450-7567	Your item was picked up at the post office at 10:09 am on April 1, 2024 in GRAHAM, TX 76450.
9414811898765400777464	Joan Fontaine	229A Lower Walden Rd	Carmel	СА	93923-9747	Your item was delivered to an individual at the address at 12:55 pm on April 3, 2024 in CARMEL, CA 93923.
9414811898765400777426	c/o Patrick Admire & John Ritchie, Trustees R.E. Harding, Jr. Residuary Trust	1516 Donna Ln	Bedford	TX	76022-6718	Your item was delivered to an individual at the address at 2:16 pm on April 1, 2024 in BEDFORD, TX 76022.

9414811898765400777402	The Allar Company	PO Box 1567	Graham	ТХ	76450-7567	Your item was picked up at the post office at 10:09 am on April 1, 2024 in GRAHAM, TX 76450.
			orunam		,0400,007	
9414811898765400777495	Anadarko E&P Onshore, LLC	5 Greenway Plz Ste 110	Houston	ТХ	77046-0521	Your item has been delivered to an agent for final delivery in HOUSTON, TX 77046 on April 2, 2024 at 10:36 am.
					77040 0021	
9414811898765400777488	Post Oak Crown IV, LLC	5200 San Felipe St	Houston	TX	77056-3606	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765400777433	Post Oak Crown IV-B, LLC	5200 San Felipe St	Houston	TX	77056-3606	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765400777471	Crown Oil Partners, LP	PO Box 50820	Midland	TX	79710-0820	Your item has been delivered and is available at a PO Box at 9:57 am on April 2, 2024 in MIDLAND, TX 79705.
9414811898765400777556	Collins & Jones Investments, LLC	508 W Wall St Ste 1200	Midland	TX	79701-5076	Your item was delivered to an individual at the address at 2:21 pm on April 2, 2024 in MIDLAND, TX 79701.
9414811898765400777563	MCT Energy Ltd.	550 W Texas Ave Ste 945	Midland	ТХ	79701-4233	Your item has been delivered to the original sender at 5:35 pm on April 11, 2024 in SANTA FE, NM 87501.

9414811898765400777525	H. Jason Wacker	5601 Hillcrest	Midland	ТХ	79707-9113	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
						Your item was delivered to an
						individual at the address at
0414011000705400777501		2000 Country Club Dr	Midland	TV	70701 5710	10:29 am on April 2, 2024 in
9414811898765400777501	David W. Cromwell	2008 Country Club Dr	Midland	TX	/9/01-5/19	MIDLAND, TX 79701.
						Your item has been delivered to
						the original sender at 5:35 pm
						on April 11, 2024 in SANTA FE,
9414811898765400777594	LMC Energy, LLC	550 W Texas Ave Ste 945	Midland	ΤХ	79701-4233	· · · · · · · · · · · · · · · · · · ·
						Your item has been delivered
						and is available at a PO Box at
						9:55 am on April 2, 2024 in
9414811898765400777587	Kaleb Smith	PO Box 50820	Midland	TX	79710-0820	MIDLAND, TX 79705.
						Your item has been delivered
						and is available at a PO Box at
0444044000705400777500	Deene Durham	DO Day 50000	Midland	TV	70740 0000	9:58 am on April 2, 2024 in
9414811898765400777532	Deane Durham	PO Box 50820	Midland	TX	79710-0820	MIDLAND, TX 79705.
						Your item has been delivered
						and is available at a PO Box at
						9:58 am on April 2, 2024 in
9414811898765400777570	Mike Moylett	PO Box 50820	Midland	ТХ	79710-0820	MIDLAND, TX 79705.
						Your item has been delivered
						and is available at a PO Box at
						9:55 am on April 2, 2024 in
9414811898765400776214	Oak Valley Mineral and Land, LP	PO Box 50820	Midland	TX	79710-0820	MIDLAND, TX 79705.

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9414811898765400776252	Post Oak Mavros II, LLC	34 S Wynden Dr Ste 210	Houston	ТХ	77056-2531	Your item was delivered to an individual at the address at 11:56 am on April 2, 2024 in HOUSTON, TX 77056.
9414811898765400776269	Sortida Resources, LLC	PO Box 50820	Midland	ТХ	79710-0820	Your item has been delivered and is available at a PO Box at 9:56 am on April 2, 2024 in MIDLAND, TX 79705.
9414811898765400776221	Sitio Permian, LP	1401 Lawrence St Ste 1750	Denver	со	80202-3074	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765400776207	John Kyle Thoma, Tustee of the Cornerstone Family Trust	PO Box 558	Peyton	со	80831-0558	Your item has been delivered and is available at a PO Box at 5:36 am on April 1, 2024 in PEYTON, CO 80831.
9414811898765400776290	GMT New Mexico Royalty Company, LLC	1560 Broadway Ste 2000	Denver	со	80202-5138	Your item arrived at our ALBUQUERQUE, NM 87101 destination facility on May 25, 2024 at 1:51 pm. The item is currently in transit to the
9414811898765400776245	SHG Energy, LLC	4101 Kingwood Ct	Midland	ТХ	79707-2000	Your item was delivered to an individual at the address at 12:53 pm on April 3, 2024 in MIDLAND, TX 79707.
9414811898765400776283	Sitka Consulting, LLC	5907 N Ossineke Dr	Spring	TX	77386-3799	Your item was picked up at a postal facility at 10:22 am on April 10, 2024 in SPRING, TX 77386.

9414811898765400776238 G	Good News Minerals, LLC	PO Box 50820	Midland	ТХ	79710-0820	Your item has been delivered and is available at a PO Box at 9:55 am on April 2, 2024 in MIDLAND, TX 79705.
	Post Oak Valley Mineral and Land, LP	PO Box 50820	Midland	TX		Your item has been delivered and is available at a PO Box at 9:56 am on April 2, 2024 in MIDLAND, TX 79705.
9414811898765400776818 H	Howard A. Rubin	PO Box 58	El Rito	NM	87530-0058	Your item has been delivered to the original sender at 11:30 am on April 25, 2024 in SANTA FE, NM 87501.
9414811898765400776856 R	Rubie Crosby Bell Family, LLC	213 20th St	New Orleans	LA	70124-1235	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
9414811898765400776863 B	Bryan Bell Family, LLC	213 20th St	New Orleans	LA	70124-1235	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
R 9414811898765400776825 B	Robert Enfield Irrevocable Trust	201 Main St	Fort Worth	тх	76102-3105	Your item was delivered to the front desk, reception area, or mail room at 10:44 am on April 10, 2024 in FORT WORTH, TX 76102.
c	Cathleen Ann Adams Revocable	PO Box 45807	Rio Rancho		87174-5807	Your item was picked up at the post office at 10:09 am on April 16, 2024 in RIO RANCHO, NM

9414811898765400776894	Arrott Family Revocable Trust	PO Box 95074	North Little Rock	AR	72190-5074	Your item has been delivered to the original sender at 11:30 am on April 25, 2024 in SANTA FE, NM 87501.
						Your item has been delivered
						and is available at a PO Box at
						12:53 pm on April 1, 2024 in
9414811898765400776849	McMullen Minerals II, LP	PO Box 470857	Fort Worth	TX	76147-0857	FORT WORTH, TX 76147.
9414811898765400776887	Pegasus Resources II, LLC	PO Box 470698	Fort Worth	TX	76147-0698	Your item has been delivered and is available at a PO Box at 12:53 pm on April 1, 2024 in FORT WORTH, TX 76147.
						Your item was picked up at the
						post office at 1:17 pm on April
9414811898765400776832	Panhandle Properties, LLC	PO Box 647	Artesia	NM	88211-0647	3, 2024 in ARTESIA, NM 88210.
						Your item was picked up at the
						post office at 10:20 am on April
9414811898765400776870	Free Ride, LLC	PO Box 429	Roswell	NM	88202-0429	2, 2024 in ROSWELL, NM
9414811898705400770870		FO B0x 423	nosweii		00202-0429	Your item was picked up at a
						postal facility at 10:59 am on
						April 3, 2024 in MIDLAND, TX
9414811898765400776719	Stratford Investments, Ltd.	PO Box 11115	Midland	ТΧ	79702-8115	
						Your item was delivered to an
						individual at the address at
0.44.404.4000705.400770757	Denite lance		One constitue		07004 0047	10:36 am on April 3, 2024 in
9414811898765400776757	Ronita Jones	606 Bancroft Ave	Greenville	NC	27834-2917	GREENVILLE, NC 27834.

						Your item has been delivered to the original sender at 11:30 am
						on April 25, 2024 in SANTA FE,
9414811898765400776764	Brenda Lanier	2009 Marsh Ln	Ardmore	OK	73401-3407	NM 87501.
						Your item was picked up at a
						postal facility at 7:20 am on
	Beverly Schmidt Couzzort					April 2, 2024 in AMARILLO, TX
9414811898765400776726	Irrevocable Trust	PO Box 1	Amarillo	TX	79105-0001	79105.
						Your item was picked up at a
						postal facility at 7:20 am on
	Margaret Frances Grace					April 2, 2024 in AMARILLO, TX
9414811898765400776702	Couzzort Irrevocable Trust	PO Box 1	Amarillo	TX	79105-0001	
						Your item was picked up at a
						postal facility at 7:20 am on
	Catherine Claire Couzzort					April 2, 2024 in AMARILLO, TX
9414811898765400776795	Irrevocable Trust	PO Box 1	Amarillo	TX	79105-0001	79105.
						Your item has been delivered to
						the original sender at 9:17 am
						on May 17, 2024 in SANTA FE,
9414811898765400776740	Bandera Minerals III, LLC	PO Box 701228	Tulsa	OK	74170-1228	NM 87501.
						Your item was picked up at a
						postal facility at 1:53 pm on
						April 8, 2024 in MIDLAND, TX
9414811898765400776788	Wendell W. Iverson, Jr.	PO Box 205	Midland	TX	79702-0205	
						Your item was picked up at a
						postal facility at 11:21 am on
						April 4, 2024 in MIDLAND, TX
9414811898765400776733	Magnolia Royalty Company, Inc.	PO Box 10703	Midland	TX	79702-7703	
						Your item was picked up at a
						postal facility at 11:07 am on
						April 3, 2024 in MIDLAND, TX
9414811898765400776771	Sapphire Royalties, Inc.	PO Box 682	Midland	TX	79702-0682	79702.

						Your item was picked up at a postal facility at 11:21 am on April 4, 2024 in MIDLAND, TX
9414811898765400776962	Packard Fund	PO Box 1015	Midland	ТХ	79702-1015	79701.
9414811898765400776924	James M. Hotchkiss, Jr., Trustee	968 Stow Ln	Lafayette	CA	94549-4711	Your item has been delivered to the original sender at 12:34 pm on May 9, 2024 in SANTA FE, NM 87501.
9414811898765400776900	James M. Hotchkiss, Jr. & Isabel Hotchkiss, Trustees of the Hotchkiss 1988 Family Trust	968 Stow Ln	Lafayette	CA	94549-4711	Your item was picked up at the post office at 12:34 pm on May 9, 2024 in SANTA FE, NM 87501.
9414811898765400776993	Walter Condeff	73125 Ajo Ln	Palm Desert	СА	92260-6643	Your item was picked up at the post office at 11:30 am on April 25, 2024 in SANTA FE, NM 87501.
9414811898765400776986	Kathleen Ann Tallent	4761 Perugia St unit 4	Dublin	СА	94568-4807	Your item was picked up at the post office at 3:47 pm on April 4, 2024 in DUBLIN, CA 94568.
9414811898765400776979	Mary Elizabeth Condeff	171 Mavis Pl	San Ramon	СА	94583-2826	Your item was delivered to an individual at the address at 2:03 pm on April 2, 2024 in SAN RAMON, CA 94583.
9414811898765400776658	Frances A. Jay	518 E 19th St	Oakland	CA	94606-1935	Your item was delivered to an individual at the address at 1:37 pm on April 3, 2024 in OAKLAND, CA 94606.
9414811898765400776665	Virginia R. Hatherly	201 Circulo Nuevo	Rohnert Park	CA	94928-1951	Your item was delivered to an individual at the address at 1:54 pm on April 2, 2024 in ROHNERT PARK, CA 94928.

9414811898765400776627	Phillip R. Runyan	3542 State Highway 252	McAlister	NM	88427-9753	Your item was delivered to an individual at the address at 4:51 pm on April 4, 2024 in ROSWELL, NM 88201.
9414811898765400776603	Russell T. Rudy Energy, LLC	5701 Woodway Dr Ste 346	Houston	TX	77057-1505	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.

						Your item was picked up at
						the post office at 9:43 am on
						July 1, 2024 in MIDLAND, TX
9414811898765467462167	Fortress Energy Partners IV, LLC	PO Box 4695	Midland	ТΧ	79704-4695	79704.
						Your item was delivered to
						the front desk, reception
						area, or mail room at 3:43
						pm on June 29, 2024 in
9414811898765467462150	Arrott Family Minerals LLC	14300 Chenal Pkwy Apt 7414	Little Rock	AR	72211-5819	LITTLE ROCK, AR 72211.
						Your item was delivered to
						an individual at the address
	BOKF, N.A., Successor Trustee of The					at 9:17 am on July 1, 2024 in
9414811898765467462112	Robert N. Enfield Irrevocable Trust B	PO Box 3499	Tulsa	OK	74101-3499	TULSA, OK 74103.

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Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated April 04, 2024 and ending with the issue dated April 04, 2024.

Publisher

Sworn and subscribed to before me this 4th day of April 2024.

th Black

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 gualified 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 NOTICE April 4, 2024

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

The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearings before a hearing examiner on the following case. The hearings will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chino Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform (sign-in information below) on Thursday, April 18, 2024, beginning at 8:15 a.m. To participate in the hearings, see the instructions posted below. The docket may be viewed at https://www.emnrd.nm.gov/ocd/hearing-info/ or obtained from Sheila Apodaca, at Shella, Apodaca@emnrd.nm.gov, D o c um ents filled in these cases may be viewed at https://ocdimage.emnrd.nm.gov/Imaging/Default.aspx. If you are an individual with a disability who needs a reader, amplifier, qualified sign language interpreter, or other form of auxiliary aid or service to attend or participate in a hearing, contact Sheila.Apodaca@emnrd.nm.gov, or the New Mexico Relay Network at 1-800-659-1779, no later than April 7, 2024.

STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following case and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

whether or not so stated.)
To: All affected interest owners, including: Marathon Oil Permian, LLC; Franklin Mountain Energy 3, LLC; EG3 Development, LLC; Allar Development, LLC; Joan Fontaine, her heirs and devisees; R.E. Harding, Jr. Residuary Trust c/o Patrick Admire & John Ritchie, Trustees; The Allar Company; Anadarko E&P Onshore, LLC; Post Oak Crown IV, LLC; Post Oak Crown IV-B, LLC; Crown Oil Partners, LP; Collins & Jones Investments, LLC; MCT Energy Ltd.; H. Jason Wacker, his heirs and devisees; David W. Cronwell, his heirs and devisees; Cak Valley Mineral and devisees; Mike Moylett, his heirs and devisees; Oak Valley Mineral and devisees; Mike Moylett, his heirs and devisees; Oak Valley Mineral and Land, LP; Post Oak Mavros II, LLC; Sortida Resources, LLC; Sitio Permian, LP; John Kyle Thoma, Tustee of the Cornerstone Family Trust; GMT New Mexico Royalty Company, LLC; SHG Energy, LLC; Sitia Consulting, LLC; Good News Minerals, LLC; Post Oak Valley Mineral and Land, LP; Host Oak Mavros II, LLC; Sortida Resources, LLC; Sitio Permian, LP; John Kyle Thoma, Tustee of the Cornerstone Family Trust; GMT New Mexico Royalty Company, LLC; SHG Energy, LLC; Sitia Consulting, LLC; Good News Minerals, LLC; Post Oak Valley Mineral and Land, LP; Howard A. Rubin, his heirs and devisees; Rubie Crosby Bell Family, LLC; Bryam Bell Family, LLC; Robert Enfield Irrevocable Trust B; Cathleen Ann Adams Revocable Trust; Arrott Family Revocable Trust; McMullen Minerals II, LP; Pegasus Resources II, LLC; Panhandle Properties, LLC; Free Ride, LLC; Stratford Investments, Ltd.; Ponita Jones, her heirs and devisees; Brenda Lanier, her heirs and devisees; Magnolia Royalty Company, Inc.; Saphire Royalties, Inc.; Packard Fund; James M. Hotchkiss, Jr. Trustee; James M. Hotchkiss, Jr. Truste; James M. Hotchkiss, Jr. Truste; Margaret Frances Grace Couzzort Irrevocable Trust; Walter Condeff, his heirs and devisees; Virginia R. Hatherly, her heirs and devisees; Mary Elizabeth Condeff, her heirs and devisees; Frances A. Jay, hi

Case No. 24312: Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order pooling a standard 320-acre, more or less, horizontal well spacing unit in the Wolfcamp formation comprised of the W2E2 of Sections 22 and 27. Township 18 South, Range 34 East and, NMPM, Lea County, New Mexico. Said unit will be initially dedicated to the proposed Jim Rolfe Fed Com 243H well to be horizontally drilled from a surface location in the SE4 of Section 27, with a first take point in the SW4SE4 (Unit O) of Section 27 and a last take point in the NW4NE4 (Unit B) of Section 22. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for risk involved in drilling said well. The subject area is located approximately 22 miles west of Hobbs, New Mexico. #00288914 #00288914

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00288914

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

BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico Exhibit No. D Submitted by: Matador Production Company Hearing Date: August 22, 2024 Case No. 24312

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Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated July 31, 2024 and ending with the issue dated July 31, 2024.

Publisher

Sworn and subscribed to before me this 31st day of July 2024.

Business Manager

My commission expires

January 29 STATE OF NEW MEXICO (Seal) 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.

67100754

00292665

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

LEGAL NOTICE July 31, 2024

Case No. 24312: Application of MRC Permian Company for Compulsory Pooling, Lea County, New Mexico. Notice to all affected interest owners, including all heirs, devisees and successors of: BOKF, N.A., Successor Trustee of The Robert N. Enfield Irrevocable Trust B; Arrott Family Minerals LLC; Fortress Energy Partners N, LLC. The State of New Mexico, Energy Minerals and Natural Resources Department, Oil Conservation Division ("Division") hereby gives notice that the Division will hold public hearing 8:30 a.m. on August 22, 2024, to consider this application. The hearing will be conducted in a hybrid fashion, both in-person at the Energy, Minerals, Natural Resources Department, Wendell Chine Building, Pecos Hall, 1220 South St. Francis Drive, 1st Floor, Santa Fe, NM 87505 and via the WebEx virtual meeting platform. To participate in the hearings electronically, see the instructions posted on the docket for the hearing date; https://www.emnrd.nm.gov/ocd/hearing-info/ or contact Freya Tschantz, at Foodard 320-acre, more or less, horizontal well spacing unit in the Wolfcamp formation comprised of the W2E2 of Sections 22 and 27. Township 18 South, Range 34 East and, NMPM, Lea County, New Mexico. Said unit will be initially dedicated to be proposed Jim Rolfe Fed Com 243H well to be horizontally drilled from a surface location in the SW45E4 (Unit O) of Section 27 and a last take point in the WWHE4 (Unit B) of Section 20. drives in the WWHE4 (Unit B) of Section 20. drives in the WWHE4 (Unit B) of Section 20. drives in the SW45E4 (Unit O) of Section 27 and a last take point in the horizontally drilled from a surface location in the SE4 of Section 27, with a first take point in the SW4SE4 (Unit O) of Section 27 and a last take point in the NW4NE4 (Unit B) of Section 22. Also, to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the well, and a 200% charge for risk involved in drilling said well. The subject area is located approximately 22 miles west of Hobbs, New Mexico. Mexico. #00292665