

Summary of Interests*

MRC Permian Company		25.000000%
Voluntary Joinder		6.027481%
Compulsory Pool Interest Total:		68.972519%
Interest Owner:	Description:	Interest:
Advance Energy Partners	Uncommitted Working Interest Owner	44.479125%
Lindy's Living Trust	Uncommitted Working Interest Owner	5.546875%
Moore & Shelton Company, Ltd.	Uncommitted Working Interest Owner	2.812500%
Estate of Josephine Hudson, Deceased	Uncommitted Working Interest Owner	2.773438%
Javelina Partners	Uncommitted Working Interest Owner	2.773438%
Zorro Partners, Ltd.	Uncommitted Working Interest Owner	2.773437%
Ard Oil, Ltd.	Uncommitted Working Interest Owner	2.773437%
Chesapeake Exploration	Uncommitted Working Interest Owner	3.194500%
Diverse GP III	Uncommitted Working Interest Owner	1.845769%

EXHIBIT
7

BEFORE THE OIL CONSERVATION DIVISION
 Santa Fe, New Mexico
 Exhibit No. 4
 Submitted by: MATADOR PRODUCTION CO.
 Hearing Date: August 31, 2017

Verna Rae Fed Com #133H & 134H

*The Summary of Interests was calculated based on a 160 acre unit and is subject to the final surveyed perimeter



Verna Rae Communication Summary

April 6, 2017- Partner proposals and JOA sent to all partners.

April 10, 2017- Received call from representative of Estate of Josephine Hudson, Javelina Partners, and Zorro Partners asking questions and confirming receipt of proposals.

April 12- 18, 2017- Discussions with representative of Estate of Josephine Hudson, Javelina Partners, Zorro Partners about title and interest in selling. Said they are not interested in selling.

April 13, 2017- Devon Energy Corporation confirms receipt of proposals and asks about spud date. Responded the same day.

April 18, 2017- Devon contacted MRC asking if we are interested in making an offer. Responded the same day.

April 19, 2017- Matador makes verbal offer to Devon. Devon does not accept.

April 19-28th, 2017- Discussions with Devon on title and offers.

April 24, 2017- Spoke with representative of Hef-Lin Energy Corporation, Monarch Bay, Ltd. And Castleton, Ltd. Made verbal offer.

April 28, 2018- Called Collins & Ware, Inc. to follow up on proposals. No answer.

May 2, 2017- Received call from representative of Hef-Lin Energy Corporation, Monarch Bay, Ltd. And Castleton, Ltd., requesting more information related to the proposal. Made counter offer.



May 4, 2017- Talked with representative of Hef-Lin Energy Corporation, Monarch Bay, Ltd. And Castleton, Ltd., about title and sent over an interest spreadsheet. Countered offer.

May 9, 2017- Sent Devon written offer via email. Devon emailed they received offer.

May 15, 2017- Received email from representative of Hef-Lin Energy Corporation, Monarch Bay, Ltd. And Castleton, Ltd., stating he would be out of the country for 3 weeks and negotiations would resume when he returns.

May 24, 2017- Sent out letter and revised JOA's to all partners, changing the initial well slot from the E/2 of E/2 to the W/2 of E/2.

May 30, 2017- Spoke with Permian Resources Holdings and let me know that they had sold interest to Chesapeake.

May 31, 2017- Sent offer letter via FedEx to Collins and Ware P/ LP.

- Sent email to representative of Hef-Lin Energy Corporation, Monarch Bay, Ltd. And Castleton, Ltd. asking when he is available. He said he would be back on the 10th of June.

June 6, 2017- Sent email to representative of Estate of Josephine Hudson, Javelina Partners, Zorro Partners following up on participation. Response indicated they intended to participate.

- Contacted Chesapeake and send over proposals via email. Chesapeake responded that they received proposals and JOA.

June. 07, 2017- Called Collins and Ware. No answer.

June 8 -12, 2017- Talked with Chesapeake to confirm ownership. They are evaluating the proposals with their team.

June 8, 2017- Representative of Estate of Josephine Hudson, Javelina Partners, Zorro Partners confirms willingness to participate and asks more questions about drilling.

June 12, 2017- Called Collins & Ware and was directed to someone to send proposals to. Received email from Collins and Ware saying they had received our well proposals and were checking ownership. Resent revised JOA.

- Received call from representative of Hef-Lin Energy Corporation, Monarch Bay, Ltd. And Castleton, Ltd., made verbal offer.

June 13, 2017- Sent offer letter to Collins and Ware via email.

June 14, 2017- Representative of Monarch Bay Ltd., Castleton Ltd. And Hef- Lin Energy partners emails saying that Monarch Bay Ltd., Castleton Ltd. And Hef- Lin Energy partners have decided to sell to another party.

- Received Signed JOA from Lindy's Living Trust in error.

June 19, 2017- Received call from Collins & Ware wanting to reach a deal. Returned call and left voicemail.

- Lindy's Living Trust confirms they do not want to participate

June 27, 2017- Received email from representative of Estate of Josephine Hudson, Javelina Partners, Zorro Partners that they no longer want to participate.

June 28, 2017- Made offer to Collins & Ware. Prepared written offer.

June 30, 2017- Received signed offer letter ready to send from Rachel.

- Emailed offer to Collins & Ware and outlined terms and acreage. Also FedExed letter.

July 5, 2017- Received email from Devon letting us know they had sold their interest to Advance Energy Partners and had forwarded the proposals to Advance. No recorded Assignment was filed at that time.

July 7, 2017- Called Collins & Ware to check up on offer. Said he was having lunch with other partners to discuss deal and probably won't sign until next week.

July 10, 2017- Called Mr. Collins to follow up on offer to Collins & Ware, said he would take the deal.

July 13, 2017- Spoke with Collins and Ware about which depths and sent them a new offer letter.

July 17-19, 2017- Contacted by Advance Energy. Discussed proposals, JOA and pooling hearing options.

- Contacted representative of Estate of Josephine Hudson, Javelina Partners, Zorro Partners, discussed signing JOA and pooling hearing.

July 21, 2017- Received email from Collins & Ware with Stipulation of interest to revise assignment.

- Made Chesapeake offer to purchase interest.
 - Reached out to Lindy's Living Trust in effort to purchase her interest.
-

July 26, 2017- Received call from Ard Oil Company saying they had changed their address. Sent Proposals, plats and JOA to representative. Discussed JOA and pooling hearing.

July 28, 2017- Spoke with Advance Energy more about drilling plans, JOA plans and pooling hearing.

August 1, 2017- Received email from Advance Energy wanting to discuss more JOA options and that they are planning on appearing at the pooling hearing.

August 2, 2017- Received email from Advance energy letting us know that they had acquired Castleton, Monarch Bay, Hef-Lin Energy and Snyder Petroleum.

August 2, 2017- Received noticed from Collins & Ware that they had sold their interest to Advance Energy.

August 9, 2017- Offered to meet with Lindy's Living Trust in effort to purchase her interest.

- Found new representative for Diverse GP III. Sent over proposals and JOA. Discussed offer to purchase.

August 14, 2017-

- Mailed Moore & Shelton Company offer letter.

August 16, 2017- Received call from representative of Moore and Shelton.

- Spoke with representative of Diverse GP III about offer letter and pooling hearing.

August 18, 2017- Left message with Moore and Shelton representative

August 23, 2017- Talked with Moore and Shelton representative. Confirmed receipt of proposals, JOA and offer letter.

August 28, 2017- Sent Advance Energy revised JOA.

1 different deal structures; is that correct?

2 A. Yes.

3 Q. To each of uncommitted working interest owners?

4 A. Right.

5 Q. Were all the uncommitted working interest
6 owners locatable?

7 A. Yes, they were.

8 Q. And in your opinion, have you made a good-faith
9 effort to reach an agreement with the parties you seek
10 to pool?

11 A. Yes.

12 Q. Did Matador identify the offset operators or
13 lessees of record in the 40-acre tract surrounding the
14 proposed nonstandard spacing units?

15 A. Yes, we did.

16 Q. And were they included in the notice of this
17 hearing?

18 A. Yes.

19 Q. Is Exhibit 8 an affidavit prepared by my office
20 with attached letters providing notice of this hearing
21 for both the 133H and 134H wells to the parties that you
22 seek to pool and the offsets?

23 A. Yes, it is.

24 Q. Are Exhibits 9 and 10 notices of publication
25 providing notice in the county of record, in Lea County,

EXHIBIT

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7017 1450 0000 8462 8135

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
 Domestic Mail Only

For delivery information, visit **MRC/JLK/Verpa Fee #134H, #204H/Offset Page**

OFFICE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee to certified mail fee)

<input checked="" type="checkbox"/> Return Receipt (hardcopy)	\$ 2.70
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

JUL 14 2017
Postmark Here

USPS

Aquila Energy Resources Corp.
 10370 Richmond Ave.
 Houston, TX 77042

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

RETURNED

7017 1450 0000 8462 8142

U.S. Postal Service™
CERTIFIED MAIL® RECEIPT
 Domestic Mail Only

For delivery information, visit **MRC/JLK/Verpa Fee #134H, #204H/Offset Page**

OFFICE

Certified Mail Fee \$

Extra Services & Fees (check box, add fee to certified mail fee)

<input checked="" type="checkbox"/> Return Receipt (hardcopy)	\$ 2.70
<input type="checkbox"/> Return Receipt (electronic)	\$
<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$

JUL 14 2017
Postmark Here

USPS

Ard Oil Ltd.
 10370 Richmond Ave.
 Houston, TX 77042

PS Form 3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

RETURNED

EXHIBIT 4

7017 1450 0000 8462 8784

U.S. Postal Service
CERTIFIED MAIL® RECEIPT
 Domestic Mail Only

For delivery information, visit MRC/JLK/ma-re

OFFICE 134H 304H

Certified Mail Fee \$ 3.45

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ 2.80

Return Receipt (electronic) \$

Certified Mail Restricted Delivery \$

Adult Signature Required \$

Adult Signature Restricted Delivery \$

Postage \$

JUL 14 2017
Postmark Here

USPS

Ard Oil, Ltd.
 222 W. 4th Street, PH 5
 Ft. Worth, TX 76102

RETURNED

7017 1450 0000 8462 8777

U.S. Postal Service
CERTIFIED MAIL® RECEIPT
 Domestic Mail Only

For delivery information, visit MRC/JLK/ma-re

OFFICE 134H 304H

Certified Mail Fee \$ 3.45

Extra Services & Fees (check box, add fee as appropriate)

Return Receipt (hardcopy) \$ 2.80

Return Receipt (electronic) \$

Certified Mail Restricted Delivery \$

Adult Signature Required \$

Adult Signature Restricted Delivery \$

Postage \$

JUL 14 2017
Postmark Here

USPS

Collins & Ware/P Limited
 Partnership
 508 W. Wall Street, Ste. 1200
 Midland, TX 79701

COMPLETE THIS SECTION

1. Complete items 1, 2, and 3.
 2. Print your name and address on the reverse so that we can return the card to you.
 3. Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Collins & Ware/P Limited
 Partnership
 508 W. Wall Street, Ste. 1200
 Midland, TX 79701

9590 9402 2942 7094 6394 87

2. Article Number (transfer from service label): **7017 1450 0000 8462 8777**

COMPLETE THIS SECTION ON DELIVERY

A. Signature [Signature] Agent

B. Received by (Printed Name) [Name] Addressee

C. Date of Delivery 7/17

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

3. Service Type

Adult Signature

Adult Signature Restricted Delivery

Certified Mail

Certified Mail Restricted Delivery

Collect on Delivery

Collect on Delivery Restricted Delivery

Insured Mail

Insured Mail Restricted Delivery (RMSD)

Priority Mail Express®

Registered Mail™

Registered Mail Restricted Delivery

Return Receipt for Merchandise

Signature Confirmation™

Signature Confirmation Restricted Delivery

PS Form 3811, July 2015 PSN 7530-02-000-8053 Domestic Return Receipt