

**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING MARCH 04, 2021**

CASE NOS. 21681 & 21682

*UNCLE CHES 2116 FED COM #121H WELL
UNCLE CHES 2116 FED COM #122H WELL*

LEA COUNTY, NEW MEXICO



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

**APPLICATION OF MATADOR PRODUCTION
COMPANY TO AMEND ORDER NO. R-21277,
LEA COUNTY, NEW MEXICO.**

**CASE NO. 21681
(Order R-21277)**

**APPLICATION OF MATADOR PRODUCTION
COMPANY TO AMEND ORDER NO. R-21278,
LEA COUNTY, NEW MEXICO.**

**CASE NO. 21682
(Order R-21278)**

SECOND AFFIDAVIT OF SAM PRYOR

Sam Pryor, of lawful age and being first duly sworn, declares as follows:

1. My name is Sam Pryor. I work for MRC Energy Company, an affiliate of Matador Production Company (“Matador”), as an Area Land Manager.

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. Under Case No. 21148, the Division entered Order R-21277 on April 28, 2020. This Order created a standard 320-acre horizontal well spacing unit in the Bone Spring formation (Featherstone; Bone Spring pool [24250]) underlying the W/2 W/2 of Sections 16 and 21, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico. The Order further dedicated the **Uncle Ches 2116 Fed Com #121H** well (API No. 30-025-47337) to the unit and required the drilling to commence within a year.

4. Under Case 21149, the Division entered Order R-21278 on April 28, 2020. This Order created a standard 320-acre horizontal well spacing unit in the Bone Spring formation

(Featherstone; Bone Spring pool [24250]) underlying the E/2 W/2 of Sections 16 and 21, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico. The Order further dedicated the **Uncle Ches 2116 Fed Com #122H** well (API No. 30-025-46432) to the unit and required drilling to commence within a year.

5. I am the landman that submitted an affidavit in Case Nos. 21148 and 21149 that resulted in the issuance of pooling orders R-21277 and R-21278, respectively. I am familiar with the applications filed by Matador in these newly filed consolidated cases and the status of the development efforts for the pooled spacing units.

6. The decline in commodity prices in 2020 caused by the global COVID pandemic and other economic factors led Matador to reduce its rig count, thereby causing Matador to delay its intended plans to develop the acreage subject to these pooling Orders.

7. Matador anticipates being able to drill the wells required by Orders R-21277 and R-21278 within the next year and currently has these wells on its drill schedule for late second quarter / early third quarter of the year. Accordingly, Matador asks that the deadline to commence drilling under each pooling order be extended for a year, to April 28, 2022.

8. Matador has provided our outside counsel, Holland and Hart, with a list of the working interest owners that remain subject to each pooling order and instructed them to provide notice of this hearing to these pooled working interest owners.

9. None of the working interest owners that remain subject to these pooling orders have been asked at this time to make an election on the applicable well, or to pay their estimated share of the costs to drill, complete and equip the applicable well.

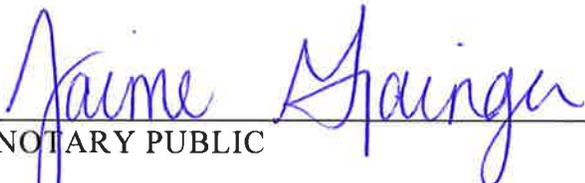
FURTHER AFFIANT SAYETH NOT.



SAM PRYOR

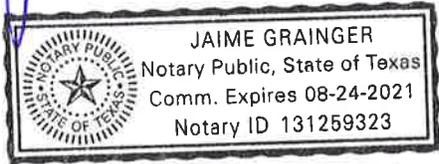
STATE OF TEXAS)
)
COUNTY OF Dallas)

SUBSCRIBED and SWORN to before me this 25th day of February 2021 by
Sam Pryor.



NOTARY PUBLIC

My Commission Expires:
8-24-2021





Kaitlyn A. Luck
Phone (505) 988-4421
kaluck@hollandhart.com

February 12, 2021

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

**Re: Application of Matador Production Company to Amend Order No. R-21277,
Lea County, New Mexico.
Uncle Ches 2116 Fed Com #121H well**

Ladies & Gentlemen:

This letter is to advise you that Matador Production Company has filed the enclosed application with the New Mexico Oil Conservation Division.

During the COVID-19 Pubic Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on March 4, 2021, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: <http://www.emnrd.state.nm.us/OCD/announcements.html>.

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 by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division’s Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Sam Pryor, at (972) 371-5241 or spryor@matadorresources.com.

Sincerely,

Kaitlyn A. Luck
ATTORNEY FOR MATADOR PRODUCTION
COMPANY



Kaitlyn A. Luck
Phone (505) 988-4421
kaluck@hollandhart.com

February 12, 2021

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

**Re: Application of Matador Production Company to Amend Order No. R-21278,
Lea County, New Mexico.
Uncle Ches 2116 Fed Com #122H well**

Ladies & Gentlemen:

This letter is to advise you that Matador Production Company has filed the enclosed application with the New Mexico Oil Conservation Division.

During the COVID-19 Pubic Health Emergency, state buildings are closed to the public and hearings will be conducted remotely. The hearing will be conducted on March 4, 2021, beginning at 8:15 a.m. To participate in the electronic hearing, see the instructions posted on the OCD Hearings website: <http://www.emnrd.state.nm.us/OCD/announcements.html>.

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If you have any questions about this matter, please contact Sam Pryor, at (972) 371-5241 or spryor@matadorresources.com.

Sincerely,

Kaitlyn A. Luck
ATTORNEY FOR MATADOR PRODUCTION
COMPANY

Matador - Uncle Ches 121H-122H
Case Nos. 21681-21682 postal delivery report

TrackingNo	ToName	DeliveryAddress	City	State	Zip	USPS_Status
9414811898765894807289	Caza Petroleum, LLC	16945 Northchase Dr Ste 1430	Houston	TX	77060-2133	Your item has been delivered to an agent for final delivery in HOUSTON, TX 77060 on February 20, 2021 at 2:37 pm.
9414811898765894807234	ConocoPhillips Company	PO Box 2197	Houston	TX	77252-2197	Your item was picked up at a postal facility at 7:27 am on February 24, 2021 in HOUSTON, TX 77002.
9414811898765894807272	Mewbourne Oil Company	PO Box 7698	Tyler	TX	75711-7698	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.