

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

IN THE MATTTTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION DIVISION FOR  
THE PURPOSE OF CONSIDERING:

Applications of Matador Production	Case Nos. 21914
Company, LLC, for Compulsory Pooling,	21915
Eddy County, New Mexico.	21916

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

THURSDAY, JUNE 3, 2021

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard Hearing Examiner, Leonard Lowe, Technical Examiner on June 3, 2021 via the Webex Videoconferencing Platform.

Reported by: Mary Therese Macfarlane  
New Mexico CCR No. 122  
PAUL BACA COURT REPORTERS  
500 Fourth Street NW, Suite 105  
Albuquerque, New Mexico 87102  
(505) 843-9241

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A P P E A R A N C E S

FOR MATADOR PRODUCTION:           Kaitlyn Luck, Esq.  
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C O N T E N T S

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1 (Time noted 9:53 a.m.)

2 HEARING EXAMINER BRANCARD: No. 40 on the list  
3 today is Case 21914, 21915, 21916, Matador Production.  
4 Holland & Hart.

5 MS. LUCK: Good morning. Kaitlyn Luck of the  
6 Santa Fe office of Holland & Hart on behalf of the  
7 applicant Matador Production Company.

8 HEARING EXAMINER BRANCARD: Thank you. Are  
9 there any other interested parties in Cases 21914, 21915,  
10 21916?

11 MR. SAVAGE: Yes, Mr. Examiner. Darin Savage  
12 with Abadie & Schill for Flat Creek Resources, LLC.

13 We made a late entry of appearance late  
14 yesterday. We had initial concern over the Notice Letter,  
15 Flat Creek not recalling whether they had received Notice.

16 Counsel for Matador sent us the Notice  
17 exhibits and we were able to review them. Matador timely  
18 sent the Notice Letter and has the proper address listed.  
19 The breakdown seems to be with the U.S. Postal Service and  
20 how they made the delivery. Matador describes and  
21 accounts for this within their exhibit.

22 Also like you to know that these wells  
23 extend into Section 23, whereas, you know, Flat Creek has  
24 a stake in the Wolfcamp formation. So we have the  
25 appearance so we would be satisfied there's no impact on

1 the Wolfcamp interest, which is really the main interest  
2 of Flat Creek.

3 Flat Creek has no objections at this time  
4 and does not object to proceeding by affidavit.

5 HEARING EXAMINER BRANCARD: Thank you.

6 Any other parties interested in Cases  
7 21914, 15, 16? (Note: Pause.)

8 Hearing none, I believe you are ready to  
9 go, Ms. Luck.

10 MS. LUCK: Thank you.

11 Matador filed with the Division on Tuesday  
12 its exhibits for this hearing.

13 Starting off with Exhibit A, which are the  
14 checklists for all three cases.

15 And then behind Exhibit A are Exhibit B,  
16 copies of the applications for all three cases.

17 The next exhibit would be Exhibit C which  
18 is the Affidavit of Trey Goodwin, Matador's landman. His  
19 affidavit explains Matador is seeking to pool the  
20 uncommitted interests in these cases only in the Bone  
21 Spring Formation underlying Sections 23 and 24 in Township  
22 23 South, Range 27 East in Eddy County, New Mexico.

23 In Case 21914 that would be a 320-acre  
24 spacing unit in the north/half north half of Sections 23  
25 and 24 to be dedicated to the Colonel R. Howard Fed Com

1 121H well.

2 In case 21915 it will be another 320 and it  
3 will be dedicated to the south half of the north half of  
4 those sections, and it will be dedicated to the Colonel R.  
5 Howard Fed Com 122H wells.

6 Finally, in Case 21916, it's another  
7 320-acre spacing unit in the north half of the south half,  
8 and it will be dedicated to the initial Norris Thornton  
9 Fed Com 123H well.

10 Matador Exhibit C-1 has the C-102s for each  
11 of wells and it reflects that the pool code for the wells  
12 is 10380 and the wells are located in the Cass Draw, Bone  
13 Spring Pool.

14 Exhibit C-2 is the tracking unit breakdown  
15 which reflects the tracts included in the proposed spacing  
16 unit.

17 And then Exhibit C-3 provides the working  
18 interest owners that Matador is seeking to pool.

19 Exhibit C-4 reflects the overrides that  
20 Matador is pooling.

21 There's no depth severances in this unit in  
22 Matador also provides an example of the Well Proposal  
23 Letter as Exhibit C-5.

24 The next Exhibit D is the affidavit of  
25 Matador's geologist Andrew Parker. He provides the

1 standard geology exhibits for the Bone Spring Formation,  
2 and also hi opinion that the Bone Spring is suitable for  
3 development in this area with horizontal wells.

4 Finally, Matador's Exhibits E and F are the  
5 Notice information reflecting that our office sent timely  
6 notice but as Mr. Savage there was a delivery issue with  
7 the packages to the interest owners to be pooled; however,  
8 Exhibit F reflects that Matador timely publish Notice of  
9 this hearing in Eddy County where these wells are located.  
10 So for each case Notice was provided to each of the  
11 interest owners.

12 And with that I would move the admission of  
13 Exhibits A through F and request that these three cases be  
14 taken under advisement if there aren't any additional  
15 questions.

16 HEARING EXAMINER BRANCARD: Thank you.

17 Any questions, Mr. Savage?

18 MR. SAVAGE: No questions.

19 HEARING EXAMINER BRANCARD: Mr. Lowe, any  
20 questions?

21 EXAMINER LOWE: No questions. Thank you.

22 HEARING EXAMINER BRANCARD: Thank you.

23 Once more, are there any other interested  
24 parties in Cases 21914, 21915, 21916? (Note: Pause.)

25 Hearing none, your exhibits are admitted

1 into the record and Cases 21914, 21915, 21916 are taken  
2 under advisement.

3 MS. LUCK: Thank you.

4 HEARING EXAMINER BRANCARD: Thank you.

5 (Time noted 9:58 a.m.)

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REPORTER'S CERTIFICATE

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I, MARY THERESE MACFARLANE, New Mexico Reporter

7

CCR No. 122, DO HEREBY CERTIFY that on Thursday, June 3,

8

2021, the proceedings in the above-captioned matter were

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taken before me; that I did report in stenographic

10

shorthand the proceedings set forth herein, and the

11

foregoing pages are a true and correct transcription to

12

the best of my ability and control.

13

I FURTHER CERTIFY that I am neither employed by

14

nor related to nor contracted with (unless excepted by the

15

rules) any of the parties or attorneys in this case, and

16

that I have no interest whatsoever in the final

17

disposition of this case in any court.

18

/s/ Mary Macfarlane

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MARY THERESE MACFARLANE, CCR

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NM Certified Court Reporter No. 122

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License Expires: 12/31/2021

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