

DOCKET: OIL CONSERVATION DIVISION HEARINGS - Tuesday, June 2, 2026

8:30 a.m. - 1220 South St. Francis, Santa Fe, New Mexico 87505
and via MS Teams (login information below)

Virtual Attendance:

Click [HERE](#) to be connected to the meeting.

Dial-in by phone:

(505) 312-4308

Phone conference ID: 652 911 161#

Applications for hearing shall be filed at least thirty (30) days in advance of the hearing date. Presenting parties are required to submit a pre-hearing statement no later than the Thursday before the hearing. The pre-hearing statement shall include: 1) a list of disputed facts and issues; 2) identification of witnesses and their qualifications; and 3) all exhibits and written testimony a party intends to enter into evidence at the hearing and a full narrative for each.

NOTICE: The hearing examiner may call the following cases in any order at their discretion.

	Case Number	Description
1.	25888	<p>Application of Powderhorn Operating, LLC for Compulsory Pooling and Approval of Non-Standard Spacing Unit, Eddy County, New Mexico. Applicant applies for an order pooling all uncommitted interests in the Bone Spring formation underlying an 800-acre, more or less, non-standard horizontal spacing unit comprised of all of Section 20 and the E/2 E/2 of Section 19, Township 19 South, Range 30 East, Eddy County, New Mexico ("Unit"). The Unit will be dedicated to the following wells ("Wells"): Quail Dobbs Federal Com 201H (U-Turn) well, which will produce from a surface hole location in the SW/4 NW/4 of Section 21 to a bottom hole location in the SE/4 NE/4 (Unit H) of Section 20; and Quail Dobbs Federal Com 202H (U-Turn) well, which will produce from a surface hole location in the SW/4 NW/4 of Section 21 to a bottom hole location in the SE/4 SE/4 (Unit P) of Section 20. The completed intervals of the Wells will be orthodox. Applicant requests approval of a non-standard horizontal spacing unit pursuant to Rule 19.15.16.15(B)(5) NMAC, which will create cost efficiencies, prevent waste, and protect correlative rights. Also to be considered will be the cost of drilling and completing the Wells and the allocation of the costs, the designation of Applicant as the operator of the Wells, and a 200% charge for the risk involved in drilling and completing the Wells. The Wells are located approximately 20 miles northeast from Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 26096, 26097, 26098</p>
2.	26096	<p>Application of MRC Delaware Resources, LLC for Approval of a Standard Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (a) approving a standard 480-acre, more or less, overlapping horizontal well spacing unit in a portion of the Bone Spring formation, from the top of the Bone Spring formation to the base of First Bone Spring interval, underlying the SE/4 of Section 19 and the S/2 of Section 20, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexico; and (b) pooling the uncommitted interest owners in this acreage. Applicant seeks to pool the uncommitted interest owners from the top of the Bone Spring formation to the base of the First Bone Spring interval at a stratigraphic equivalent of 7,595' measured depth, as defined in the Antweil Anu Federal #001 (30-015-23561). Applicant seeks to initially dedicate the above-referenced spacing unit to the proposed Shoffner Fed Com 119H u-turn well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 19, with a first take point in the SW/4 SE/4 (Unit O) of Section 19, and a last take point in the NW/4 SE/4 (Unit J) of Section 19. This proposed standard horizontal well spacing unit will overlap the following existing or proposed horizontal well spacing units in the Bone Spring formation:</p> <ul style="list-style-type: none"> • An existing 160-acre, more or less, spacing unit comprised of the W/2 E/2 of Section 19, Township 19 South, Range 30 East, dedicated to the Antweil Anu Federal #003H well (API No.

		<p>30-015-40523), operated by EOG Resources, Inc.</p> <p>Also, to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling the proposed well. The subject area is located approximately 21 miles northeast of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25888, 26097, 26098</p>
3.	26097	<p>Application of MRC Delaware Resources, LLC for Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order pooling the uncommitted interest owners in a standard 400-acre, more or less, overlapping horizontal well spacing unit in the Bone Spring formation underlying the E/2 SE/4 of Section 19 and the S/2 of Section 20, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexico. Applicant seeks to pool the uncommitted interest owners from the base of the First Bone Spring interval at a stratigraphic equivalent of 7,595' measured depth, as defined in the Antweil Anu Federal #001 (30-015-23561), to the base of the Second Bone Spring interval, at a stratigraphic equivalent of 8,408' measured depth, as defined in the Antweil Anu Federal #001 (30-015-23561). Applicant seeks to initially dedicate the above-referenced spacing unit to the proposed Shoffner Fed Com 129H u-turn well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 19, with a first take point in the SE/4 SE/4 (Unit P) of Section 19, and a last take point in the NE/4 SE/4 (Unit I) of Section 19. Also, to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling the proposed well. The subject area is located approximately 21 miles northeast of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25888, 26096, 26098</p>
4.	26098	<p>Application of MRC Delaware Resources, LLC for Approval of a Standard Overlapping Horizontal Well Spacing Unit and Compulsory Pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (a) approving a standard 480-acre, more or less, overlapping horizontal well spacing unit in a portion of the Bone Spring formation, from the base of the Second Bone Spring interval to the base of the Bone Spring formation, underlying the SE/4 of Section 19 and the S/2 of Section 20, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexico; and (b) pooling the uncommitted interest owners in this acreage. Applicant seeks to pool the uncommitted interest owners from the base of the Second Bone Spring interval at a stratigraphic equivalent of 8,408' measured depth, as defined in the Antweil Anu Federal #001 (30-015-23561), to the base of Bone Spring formation. Applicant seeks to initially dedicate the above-referenced spacing unit to the proposed Shoffner Fed Com 139H u-turn well, to be horizontally drilled from a surface location in the SW/4 SE/4 (Unit O) of Section 19, with a first take point in the SW/4 SE/4 (Unit O) of Section 19, and a last take point in the NW/4 SE/4 (Unit J) of Section 19. This proposed standard horizontal well spacing unit will overlap the following existing or proposed horizontal well spacing units in the Bone Spring formation:</p> <ul style="list-style-type: none"> • An existing 160-acre, more or less, spacing unit comprised of the W/2 E/2 of Section 19, Township 19 South, Range 30 East, dedicated to the Antweil Anu Federal #003H well (API No. 30-015-40523), operated by EOG Resources, Inc. <p>Also, to be considered will be the cost of drilling and completing the well and the allocation of the costs thereof, actual operating costs and charges for supervision, designation of Matador Production Company as operator of the proposed spacing unit, and a 200% charge for risk involved in drilling the proposed well. The subject area is located approximately 21 miles northeast of Carlsbad, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25888, 26096, 26097</p>

<p>5.</p>	<p>25899</p>	<p>Application of Select Water Solutions, LLC for Approval of a Saltwater Disposal Well, Lea County, New Mexico. Select Water Solutions, LLC (“Select Water”) (OGRID No. 289068) applies for an order approving its proposed Coyote Fed 14 SWD #1, to be drilled at a location 2,631’ from the north line and 901’ from the east line (Unit H) of Section 14, Township 26 South, Range 35 East, Lea County, New Mexico, for the purpose of produced water disposal. Select Water seeks authorization to inject produced water into the Bell Canyon and Cherry Canyon formations (SWD; Bell Canyon-Cherry Canyon; Code 96802), at a depth of approximately 5,175 feet to 6,420 feet. Select Water proposes to inject an average of 15,000 barrels of water per day up to a maximum of 20,000 barrels of water per day, and requests that the Division approve a maximum surface injection pressure of 1,035 psi. The well is located approximately 9.75 miles SW of Jal, New Mexico.</p> <p>Setting: Contested Hearing Joined with Cases: 25547, 25548, 25900</p>