Form 3160-3 (March 2012)

Carlshad Field Office OCD Artesia UNITED STATES

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

5. Lease Serial No.

NMNM-004825 NMNM-129261 6. If Indian, Allotee or Tribe Name

APPLICATION FOR PERMIT TO	N/A	or Tribe Name				
la. Type of work: DRILL REENTH	ER		7. If Unit or CA Agre N/A	eement, Name and No.		
lb. Type of Well: Oil Well Gas Well Other	✓ Single Zone Mul	Itiple Zone	8. Lease Name and PENNZOIL 32 FED			
2. Name of Operator MATADOR PRODUCTION COMPANY	22893	7	9. API Well No. 30-015- 4/49	24		
3a. Address 5400 LBJ FREEWAY, SUITE 1500 DALLAS, TX 75240	. Address 5400 LBJ FREEWAY, SUITE 1500 3b. Phone No. (include area code) 10. I					
4. Location of Well (Report location clearly and in accordance with an	ty State requirements.*)		11. Sec., T. R. M. or B	Blk. and Survey or Area		
At surface 2000' FNL & 348' FWL 33-20S-29E At proposed prod. zone 1870' FNL & 240' FWL 32-20S-29E			SHL: SWNW 33-20 BHL: SWNW 32-2			
14. Distance in miles and direction from nearest town or post office* 12 MILES NE OF CARLSBAD, NM	-		12. County or Parish EDDY	13. State NM		
15. Distance from proposed* SHL: 348' location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of acres in lease SHL = 1711.45 acres BHL = 320.00 acres		g Unit dedicated to this v 2-20S-29E	well		
18. Distance from proposed location* to nearest well, drilling, completed, BHL: 1585' (Pen'z 201H) applied for, on this lease, ft.	- Troposta 2 sp.ii		/BIA Bond No. on file MB-001079			
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will s	start*	23. Estimated duratio	n		
3263' UNGRADED	02/01/2017		3 MONTHS			
	24. Attachments					
The following, completed in accordance with the requirements of Onshor	re Oil and Gas Order No.1, must be	attached to thi	s form:	17-71		
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office). 	Lands, the Item 20 above 5. Operator certi	e). fication		existing bond on file (se		
25. Signature	Name (Printed/Typed) BRIAN WOOD (P	HONE: 505	466-8120)	Date 11/10/2016		
Title CONSULTANT	(F	AX: 505 466	5-9682)			
Approved by (Signature) Cody A luybr	Name (Printed/Typed)	dy	1. Laylas	Date 4/16/2		
Title Field Marased	Office (FO					
Application approval does not warrant or certify that the applicant hold conduct operations thereon. Conditions of approval, if any, are attached.	ls legal or equitable title to those rig	ghts in the subj	ject lease which would e	entitle the applicant to		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

*(Instructions on page 2)

NM OIL CONSERVATION ARTESIA DISTRICT

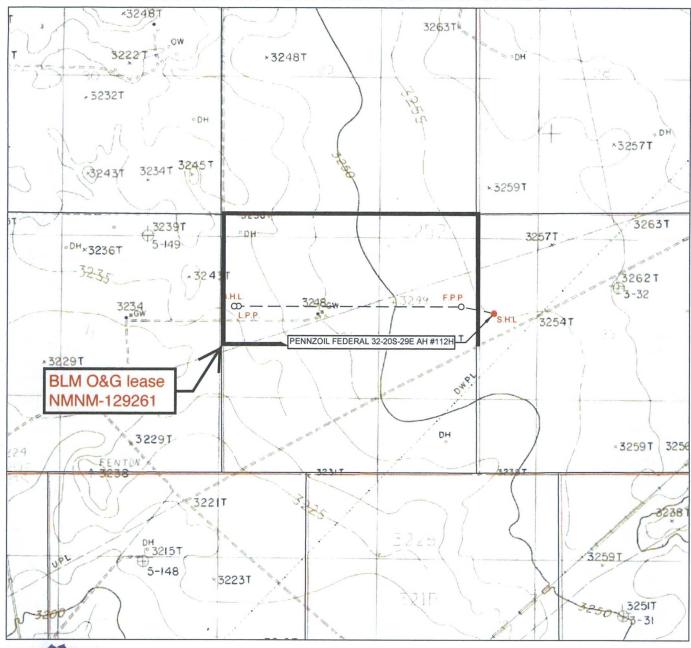
APR 36 2018

RECEIVED

SEE ATTACHED FOR CONDITIONS OF APPROVAL

RN 5-1-18

LOCATION & ELEVATION VERIFICATION MAP





LEASE NAME & WELL NO .:

PENNZOIL FEDERAL 32-20S-29E AH #112H

 SECTION
 33
 TWP
 20-S
 RGE
 29-E
 SURVEY
 N.M.P.M.

 COUNTY
 EDDY
 STATE
 NM
 ELEVATION
 3263'

 DESCRIPTION
 2000' FNL & 348' FWL

LATITUDE _____N 32.5315409 ____ LONGITUDE _____ W 104.0869668

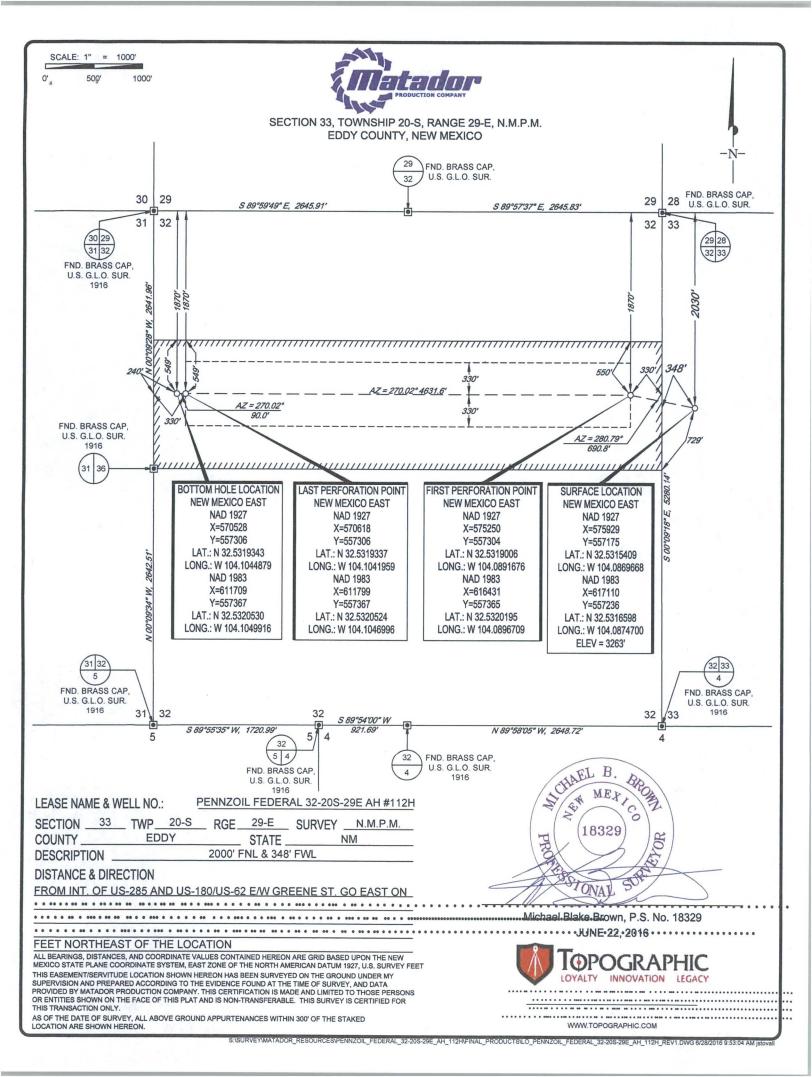


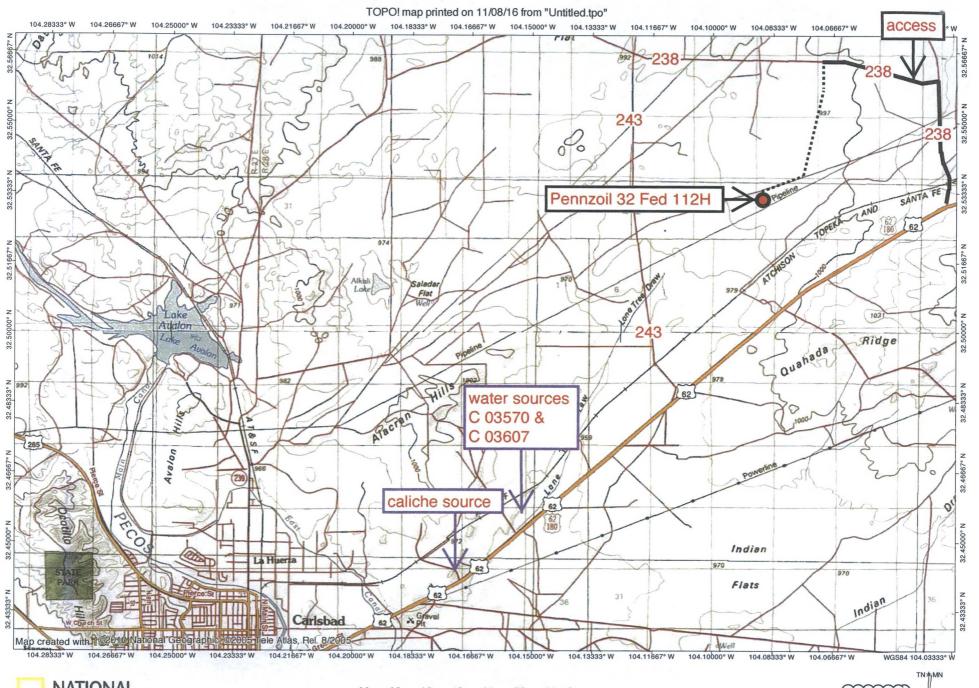
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY MATADOR PRODUCTION COMPANY. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO STATE PLANE COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1927, U.S. SURVEY FEET.



WWW.TOPOGRAPHIC.COM

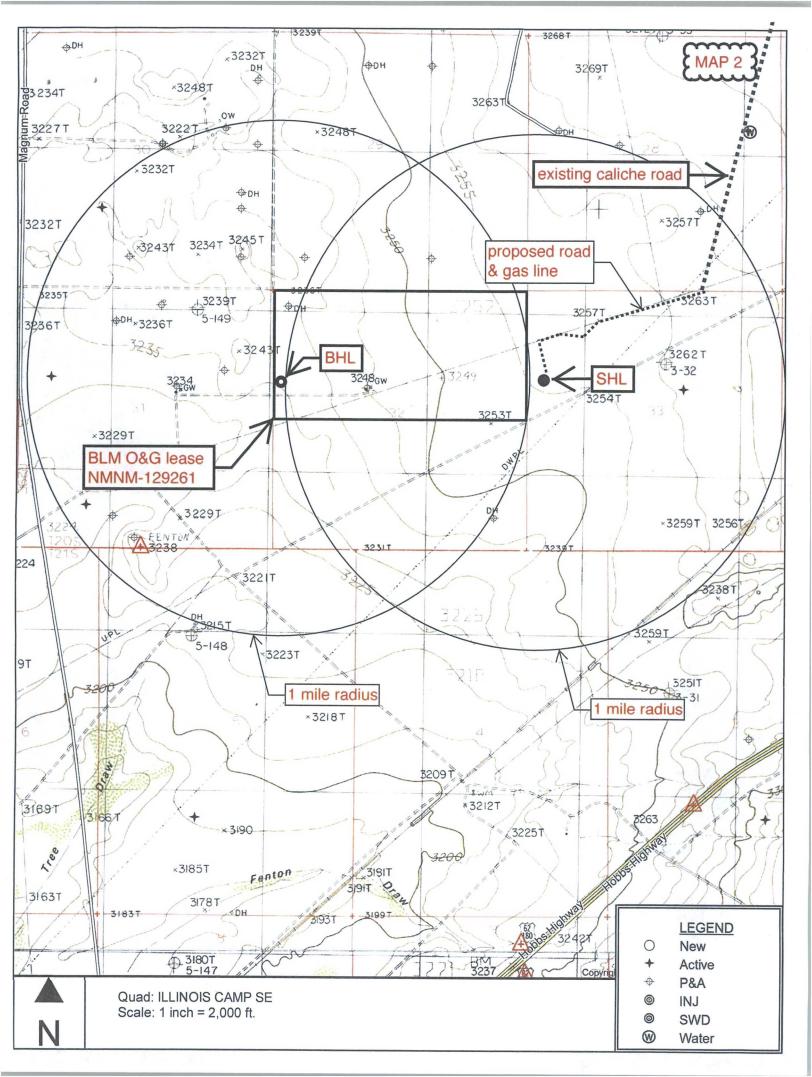


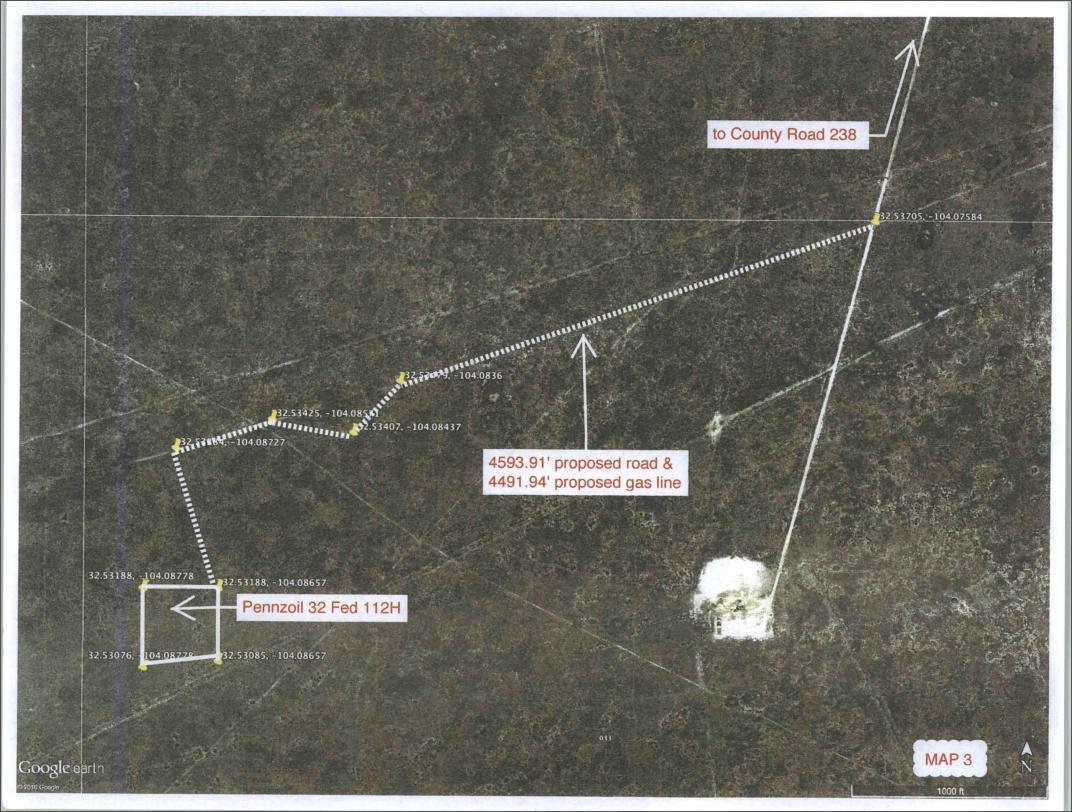


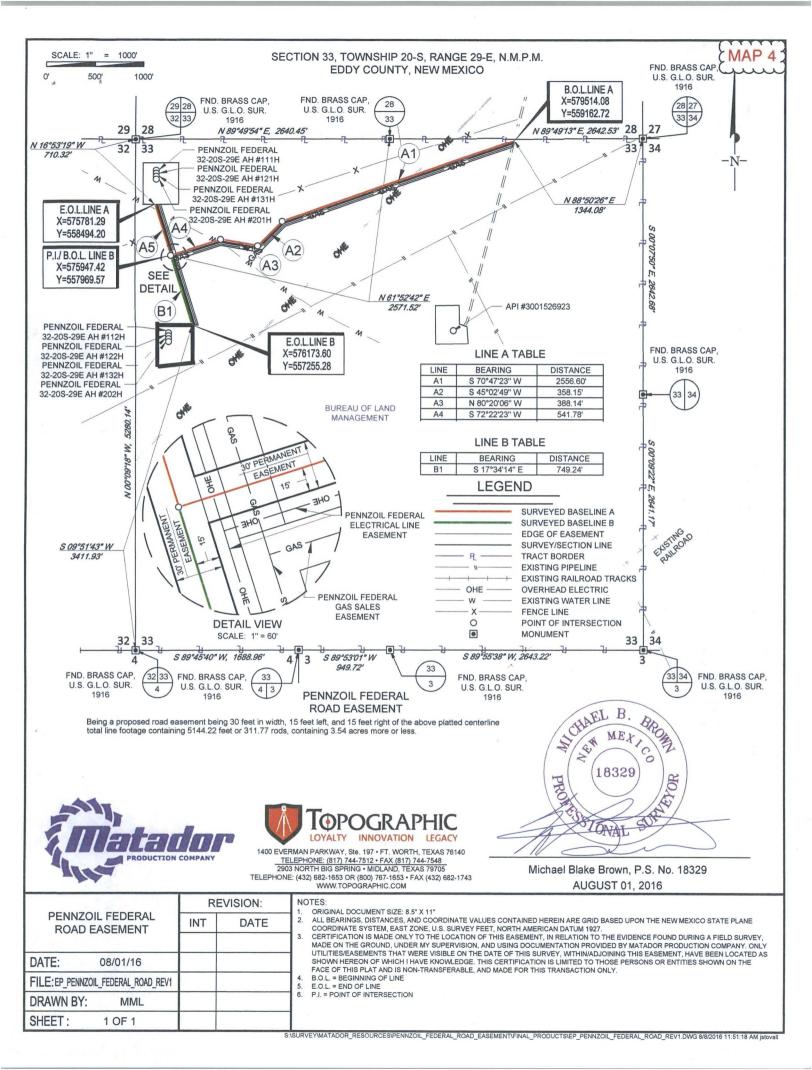


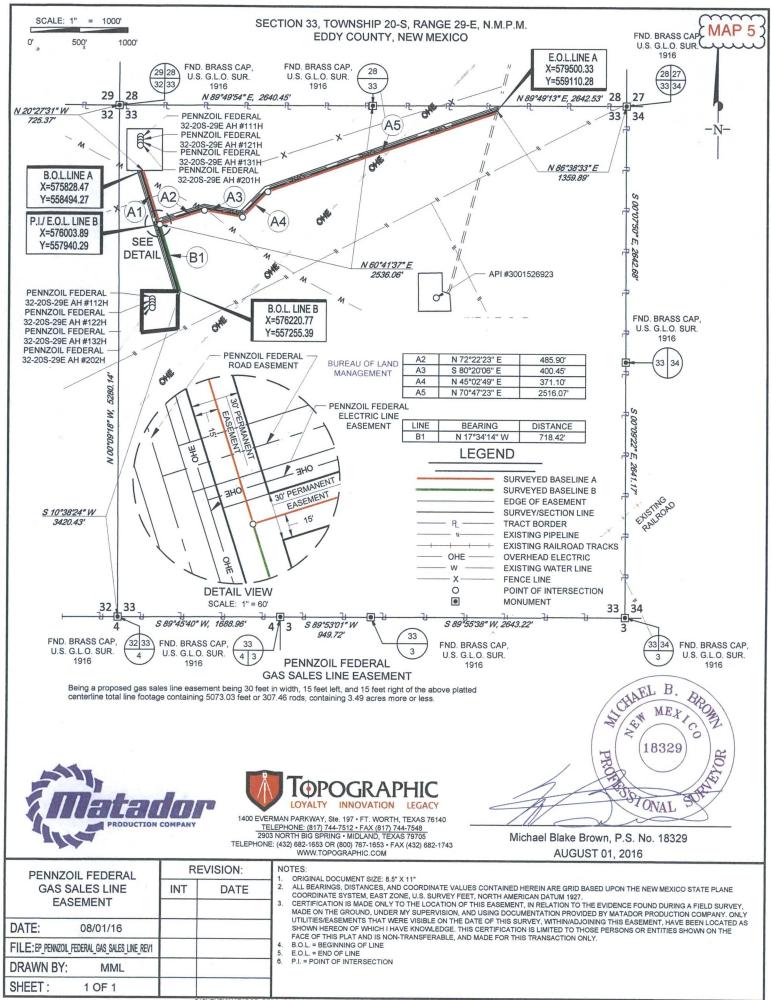










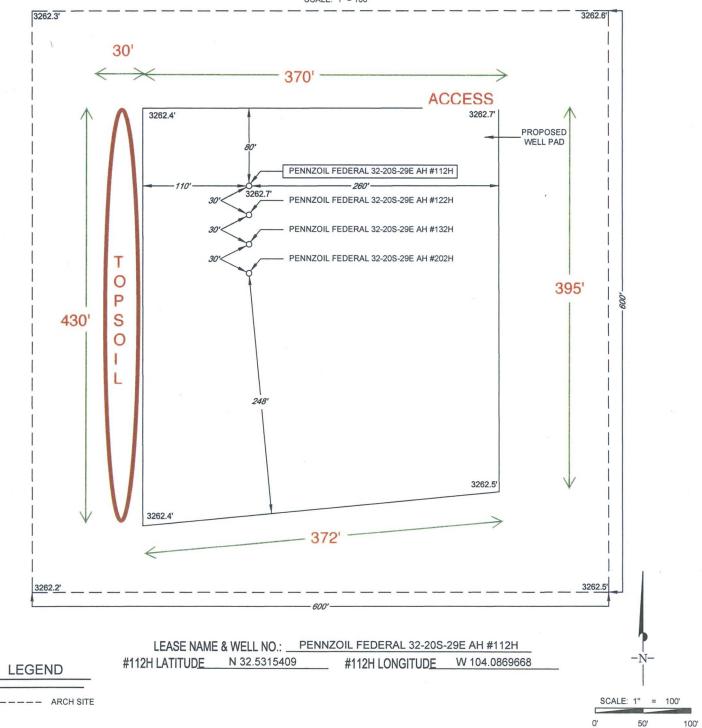






SECTION 33, TOWNSHIP 20-S, RANGE 29-E, N.M.P.M. EDDY COUNTY, NEW MEXICO

DETAIL VIEW SCALE: 1" = 100'



ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO STATE PLANE COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1927, U.S. SURVEY FEET

THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY MATADOR PRODUCTION COMPANY. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.



SCALE:	1"	=	200'	
h	0	-	WIESSELD	
0'	10	0'		200'

TOP OF PAD ELEVATION:

CUT SWELL FACTOR: 1.00 FILL SHRINK FACTOR: 1.00 PAD EARTHWORK VOLUMES CUT: 7,061.5 C.F., 261.54 C.Y. FILL: 7,061.5 C.F., 261.54 C.Y. BALANCE EXPORT: 0.0 C.F., 0.00 C.Y. AREA: 153117.0 Sq.Ft., 3.515 Acres

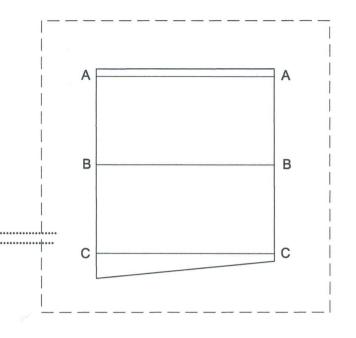
BALANCE TOLERANCE (C.Y.): 0.00

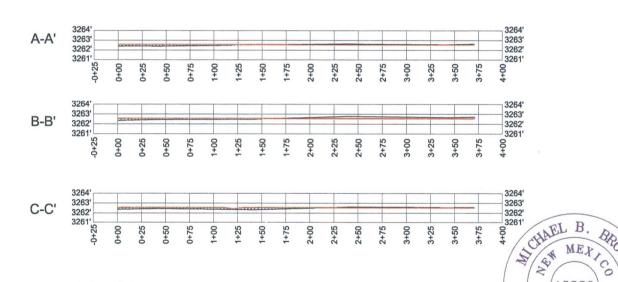
3262.5'

SECTION 33, TOWNSHIP 20-S, RANGE 29-E, N.M.P.M. EDDY COUNTY, NEW MEXICO









Horizontal Scale = 1:100 Vertical Scale = 1:5





PROPERTY ONAL JUNE 23, 2016

18329

Field note description of even date accompanies this plat.

TEXAS FIRM REGISTRATION NO. 10042504 WWW.TOPOGRAPHIC.COM REVISION: PENNZOIL FEDERAL 32-20S-29E AH 112H GJU 06/23/16 SURFACE PAD SITE PRO DATE: 04/19/16 FILE: CO PENNZOIL FEDERAL 32-208-29E AH 112H SURFACE PAD SITE PRO REVI DRAWN BY: SRJ SHEET: 1 OF 1

NOTES:

ORIGINAL DOCUMENT SIZE: 8.5" X 11'

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREIN ARE GRID BASED UPON THE NEW MEXICO STATE PLANE COORDINATE SYSTEM, EAST ZONE, U.S. SURVEY FEET, NORTH AMERICAN DATUM 1927. CERTIFICATION IS MADE ONLY TO THE LOCATION OF THIS EASEMENT, IN RELATION TO THE EVIDENCE FOUND DURING A FIELD SURVEY,

MADE ON THE GROUND, UNDER MY SUPERVISION, AND USING DOCUMENTATION PROVIDED BY MATADOR RESOURCE COMPANY. ONLY UTILITIES/EASEMENTS THAT WERE VISIBLE ON THE DATE OF THIS SURVEY, WITHINADJOINING THIS EASEMENT, HAVE BEEN LOCATED AS SHOWN HEREON OF WHICH I HAVE KNOWLEDGE. THIS CERTIFICATION IS LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE, AND MADE FOR THIS TRANSACTION ONLY.

SISURVEYMATADOR_RESOURCESIPENNZOIL_FEDERAL_32-20S-29E_AH_112H_SURFACE_PAD_SITEIFINAL_PRODUCTSICD_PENNZOIL_FEDERAL_32-20S-29E_AH_112H_SURFACE_PAD_SITE_PRO_REV1.DWG 6/28/2016 7:48:03 AM JS

Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

Drilling Program

1. ESTIMATED TOPS

Formation Name	TVD	Bearing
Rustler	Surface	silt., gyp., SS, dolo.
Yates	1065'	gypsum
Seven Rivers	1390'	dolomite
Capitan Reef	1400'	water
Cherry Canyon	3275'	hydrocarbons
Brushy Canyon	4520'	hydrocarbons
Bone Spring Lime	6005'	hydrocarbons
1 st Bone Spring Carbonate	6665'	hydrocarbons
1 st Bone Spring Sand	7020'	hydrocarbons & goal
TD (MD = 12214')	7160′	hydrocarbons

2. NOTABLE ZONES

First Bone Spring sand is the goal. Hole will extend west of the last perforation point to allow for pump installation. All perforations will be ≥ 330 ' from the dedication perimeter. Closest water well (CP 00759) is 6802' northeast. Depth to water is 90' in this 205' deep well.

3. PRESSURE CONTROL

Matador requests a variance for a speed head and for a 2000 psi annular to be installed after running 20" surface casing.

After 20" surface casing, a BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and 1 annular preventer will be installed. The BOP will be used below intermediate casing 1 to TD. See attached BOP and choke manifold diagrams.



DRILL PLAN PAGE 2

Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

An accumulator complying with Onshore Order 2 requirements for the BOP stack pressure rating will be present. Rotating head will be installed as needed.

Pressure tests will be conducted before drilling out from under all casing strings. BOP will be inspected and operated as required in Onshore Order 2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs. high. Intermediate 2 casing pressure tests will be made to 250 psi low and 3000 psi high. Annular preventer will be tested to 250 psi low and 2500 psi high on the intermediate 1 casing and tested to 250 psi low and 2500 psi high on the intermediate 2 casing. In the case of running a speed head with landing mandrel for 9-5/8" casing, initial intermediate 1 casing test pressures will be 250 psi low and 3000 psi high, with wellhead seals tested to 5000 psi once the 9-5/8" casing has been landed and cemented.

Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. Manufacturer does not require the hose to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

4. CASING & CEMENT

Hole O. D.	Set @ (MD)	Casing O. D.	Age	Weight (lb/ft)	Grade	Thread Collar	Collapse	Burst	Tension
26"	400'	Surface 20"	New	94	K-55	ВТС	1.125	1.125	1.8
17.5"	1200'	Inter. 1 13.375"	New	54.5	J-55	втс	1.125	1.125	1.8
12.25"	3100'	Inter. 2 9.625"	New	40	J-55	втс	1.125	1.125	1.8
8.75"	12214'	Product. 5.5"	New	20	P-110	DWC/C	1.125	1.125	1.8



Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

Casing Name	Туре	Sacks	Yield	Cu. Ft.	Weight	Blend
Surface	Tail	873	1.38	1204	14.8	Class C + 5% NaCl + LCM
TOC = GL		1	00% Exces	SS	centra	lizers per Onshore Order 2.III.B.1f
Intermediate 1	Lead	528	2.09	1103	12.6	Class C + Bentonite + 1% CaCl ₂ + 8% NaCl + LCM
	Tail	302	1.38	416	14.8	Class C + 5% NaCl + LCM
TOC = GL		1	00% Exces	SS	2 on btm jt, 1 on 2nd jt, 1 every 4th jt t	
Intermediate 2	Lead	499	2.48	1237	11.9	Class C + Bentonite + 2% CaCl ₂ + 3% NaCl + LCM
	Tail	308	1.26	388	14.4	Class C + 5% NaCl +
TOC = GL		100% Excess		2 on btn	n jt, 1 on 2nd jt, 1 every 4th jt to GL	
Production	Lead	493	2.25	1109	11.5	TXI + Fluid Loss + Dispersant + Retarder + LCM
	Tail	1636	1.38	2257	13.2	TXI + Fluid Loss + Dispersant + Retarder + LCM
TOC = 210	0'	35% Excess			m jt, 1 on 2nd jt, 1 every other jt to of tail cement (1000' above TOC)	

5. MUD PROGRAM

An electronic Pason mud monitoring system satisfying the requirements of Onshore Order 1 will be used. All necessary mud products for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Name	Hole Size	Mud Weight	Visc	Fluid Loss	Type Mud
Surface	26"	8.4	28	NC	fresh water spud mud
Intermediate 1	17.5"	10.0	30-32	NC	brine water
Intermediate 2	12.25"	8.4 - 8.6	28-30	NC	fresh water
Production	8.75"	9.0	30-32	NC	fresh water / cut brine



Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

6. CORES, TESTS, & LOGS

No core or drill stem test is planned.

A 2-person mud-logging program will be used from ≈1200' to TD.

No electric logs are planned. GR will be collected through the MWD tools from intermediate 2 casing to TD. CBL with CCL will be run as far as gravity will let it fall to TOC.

7. DOWN HOLE CONDITIONS

No abnormal pressure or temperature is expected. Maximum expected bottom hole pressure is ≈ 3580 psi. Expected bottom hole temperature is ≈ 135 ° F.

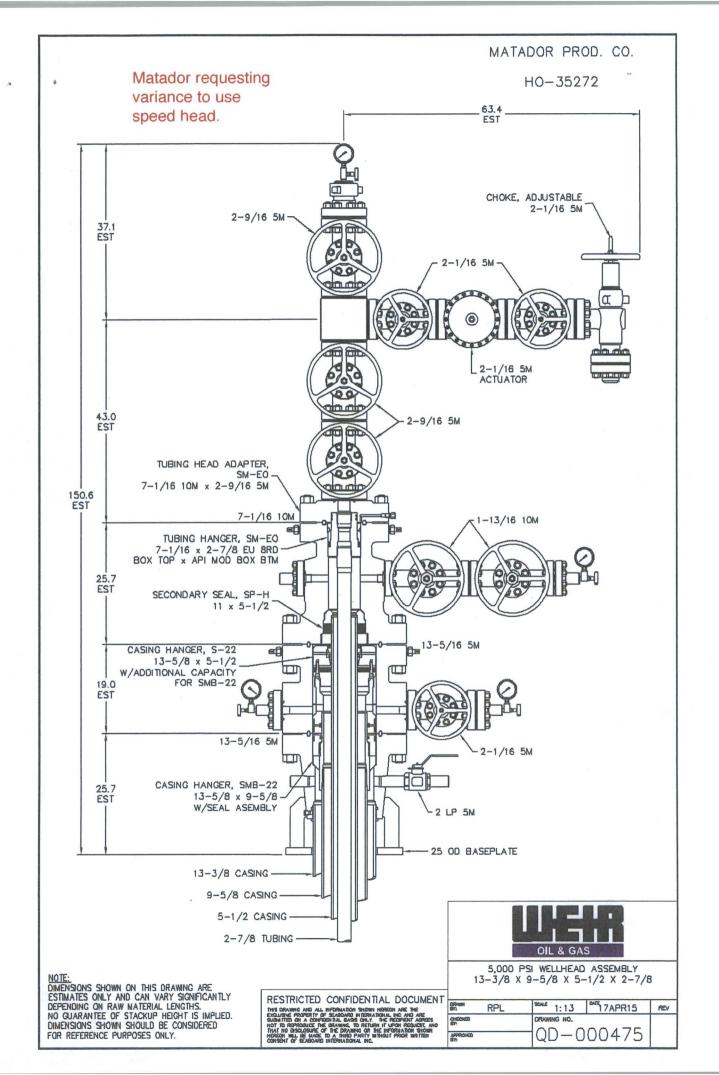
In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H_2S from the surface to the Bone Spring to meet the BLM's minimum requirements for the submission of an " H_2S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since Matador has an H_2S safety package on all wells, an " H_2S Drilling Operations Plan" is attached. Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of equipment being used.

8. OTHER INFORMATION

Spud date is upon approval. It will take ≈3 months to drill and complete the well.

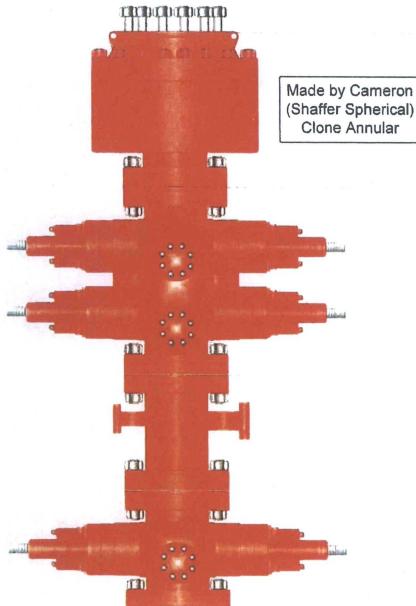
Matador Production Company owns the majority working interest in this well. Per its discussions with its potential partners, Matador will be named operator upon execution of the final Operating Agreements signed by the partners or the issuance of a pooling order by the State.







RIG: 809



PATTERSON-UTI # ____ PS2-628

STYLE: ___ New Shaffer Spherical

BORE __ 13 5/8" __ PRESSURE ___ 5,000

HEIGHT: __ 48 ½" __ WEIGHT: 13,800 lbs

PATTERSON-UTI # PC2-128

STYLE: New Cameron Type U

BORE 13 5/8" PRESSURE 10,000

RAMS: TOP 5" Pipe BTM Blinds

HEIGHT: 66 5/8" WEIGHT: 24,000 lbs

DSA 4" 10M x 2" 10M

PATTERSON-UTI # PC2-228

STYLE: New Cameron Type U

BORE 13 5/8" PRESSURE 10,000

RAMS: 5" Pipe

HEIGHT: 41 5/8" WEIGHT: 13,000 lbs

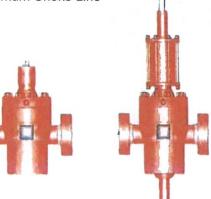




WING VALVES



3" Minimum Choke Line



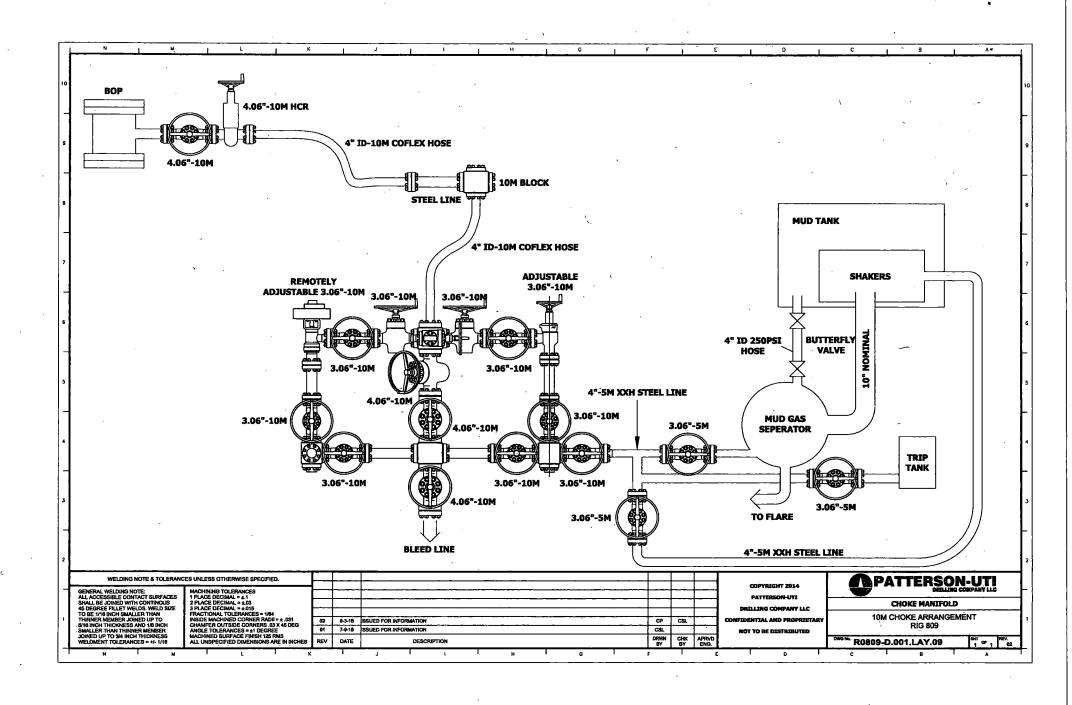




2" Manual Valve

4" Manual Valve

4" Hydraulic Valve





March 10, 2015



Internal Hydrostatic Test Graph

Customer: Patterson B&E

Pick Ticket #: 296283

Hose Specifications

Hose Type

Mud

1.D.

2"

Working Pressure

10000 PSI

Length
50'
O.D.
3.47"
Burst Pressure
Standard Safety Multiplic: Apriles

Verification

Type of Fitting 2"1502 Die Size 97MM Hose Serial #

11839

Coupling Method
Swage
Final O.D.
4.03"
Hose Assembly Serial #

296283

Pressure Test

18000

14005

12000

10000

PSI 8000

6000

4000

2000

1448 11 40 11 51 11 52 11 52 11 53 11 53 11 55 11 56 11 59 12 00 12 00 12 00 14

Test Pressure 15000 PSI Time Held at Test Pressure 17 3/4 Minutes **Actual Burst Pressure**

Peak Pressure 15361 PSI

Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: Richard Davis

Approved By: Ryan Adams

12 DD



Internal Hydrostatic Test Certificate

General Inform	nation	Hose Spec	ifications
Customer	PATTERSON B&E	Hose Assembly Type	Choke & Kill
MWH Sales Representative	AMY WHITE	Certification	API 7K/FSL Level 2
Date Assembled	3/10/2015	Hose Grade	MUD
Location Assembled	окс	Hose Working Pressure	10000
Sales Order #	245805	Hose Lot # and Date Code	11839-11/14
Customer Purchase Order #	270590	Hose I.D. (Inches)	2"
Assembly Serial # (Pick Ticket #)	296283	Hose O.D. (Inches)	3.99"
Hose Assembly Length	50'	Armor (yes/no)	YES
	7 FI	itings	A the will be a fact of the management at the state of th
End A		End	سيبب بيسيناك المتناطق المستقدات
Stem (Part and Revision #)	R2.0X32M1502	Stem (Part and Revision #)	RF2.0 32F1502
Stem (Heat #)	14104546	Stem (Heat#)	A144853
Ferrule (Part and Revision #)	RF2.0 10K	Ferrule (Part and Revision #)	RF2.0 10K
Ferrule (Heat #)	41044	Ferrule (Heat #)	41044
Connection . Flange Hammer Union Part		Connection (Part #)	
Connection (Heat #)		Connection (Heat #)	
Nut (Part #)	2" 1502 H2S	Nut (Part#)	
Nut (Heat#)		Nut (Heat #)	
Dies Used	97 M ivl	Dies Used	97MM
	Hydrostatic Te	est requirements	The state of the s
Test Pressure (psi)	15,000	Hose assembly was teste	
	17 3/4	tempera	



Certifica	te of Conformity
Customer: PATTERSON B&E	Customer P.O.# 270590
Sales Order # 245805	Date Assembled: 3/10/2015
Sol	ecifications
Hose Assembly Type: Choke & Kill	
Assembly Serial # 296283	Hose Lot # and Date Code 11839-11/14
Hose Working Pressure (psi) 10000	Test Pressure (psi) 15000

We hereby certify that the above material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards.

Supplier:

Midwest Hose & Specialty, Inc.

3312 S I-35 Service Rd

Oklahoma City, OK 73129

Comments:

Approved By	Date
Fra Alama	3/19/2015

Internal Hydrostatic Test Graph

Midwest Hose & Specialty, Inc.

Customer: Patterson

Pick Ticket #: 286159

Verification

Hose Specifications

Hose Type LD. **Working Pressure**

Length 50' O.D. 3.55" **Burst Pressure** Standard Safety Multiplier Applies **Type of Fitting** 2" 1502 Die Size 97MM Hose Serial # 11784

Coupling Method Swage Final O.D. 3.98" Hose Assembly Serial #

286159

10000 PSI **Pressure Test** 18000 16000 14000 12000 10000 PSI 4000 2000 2:58 AND AND AND AND Time in Minutes

Test Pressure 15000 PSI

Time Held at Test Pressure 15 1/4 Minutes

Actual Burst Pressure

Peak Pressure 15410 PSI

Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: Tyler Hill

Approved By; Ryan Adams



General Inform	nation	Hose Spec	ifications
Customer	PATTERSON B&E	Hose Assembly Type	Choke & Kill
MWH Sales Representative	AMY WHITE	Certification	API 7K/FSL Level 2
Date Assembled	12/23/2014	Hose Grade	MUD
Location Assembled	окс	Hose Working Pressure	10000
Sales Order #	237566	Hose Lot # and Date Code	11784-10/14
Customer Purchase Order #	261581	Hose I.D. (Inches)	2"
Assembly Serial # (Pick Ticket #)	286159	Hose O.D. (inches)	4.00"
Hose Assembly Length	50'	Armor (yes/no)	YES
		dings:	en grand to the second of the
End A		End	
Stem (Part and Revision #)	R2.0X32M1502	Stem (Part and Revision #)	R2.0X32M1502
Stem (Heat #)	M14104546	Stem (Heat #)	M14101226
Ferrule (Part and Revision #)	RF2.0 10K	Ferrule (Part and Revision #)	RF2.0 10K
Ferrule (Heat #)	41044	Ferrule (Heat #)	41044
Connection . Flange Hammer Union Part	2"1502	Connection (Part #)	
Connection (Heat #)	2866	Connection (Heat #)	
Nut (Part #)		Nut (Part#)	
Nut (Heat#)		Nut (Heat #)	
Dies Used	97MM	Dies Used	97MM
	Hydrostatic T	est Requirements	The Market of State of the Stat
Test Pressure (psi)	15,000	Hose assembly was teste	
Test Pressure Hold Time (minutes)	15 1/4	ature.	



Certific	ate of Conformity
Customer: PATTERSON B&E	Customer P.O.# 261581
Sales Order # 237566	Date Assembled: 12/23/2014
Sı	pecifications
Hose Assembly Type: Choke & Kill	
Assembly Serial # 286159	Hose Lot # and Date Code 11784-10/14
Hose Working Pressure (psi) 10000	Test Pressure (psi) 15000

We hereby certify that the above material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards.

Supplier:

Midwest Hose & Specialty, Inc.

3312 S I-35 Service Rd

Oklahoma City, OK 73129

Comments:

Approved By	Date
111	12/29/2014
Fran Alama	· ·



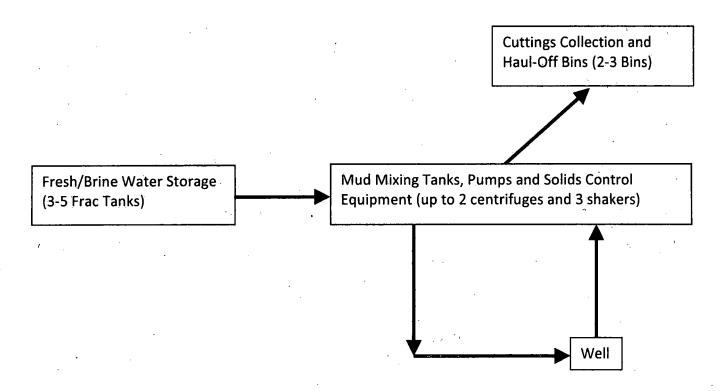
	THE RESIDENCE OF THE PERSON OF	atic Test Certificate	والمناف أحا ووجوعها وأراحت أمانها أمرانا من	
GeneralInform	уктомностичностичностичностичностичностичности	N. F. Spee	Control of the Contro	
Customer	PATTERSON B&E	Hose Assembly Type	Choke & Kill	
MWH Sales Representative	AMY WHITE	Certification	API 7K/FSL Level 2	
Date Assembled	3/10/2015	Hose Grade	MUD	
Location Assembled	OKC	Hose Working Pressure	10000	
Sales Order#	245805	Hose Lot # and Date Code	11839-11/14	
Customer Purchase Order #	270590	Hose I.D. (Inches)	2"	
Assembly Serial # (Pick Ticket #)	296283	Hose O.D. (Inches)	3.99"	
Hose Assembly Length	50'	Armor (yes/no)	YES	
		ilines (in the control of the contr	给被抽造	
End A		End	В	
Stem (Part and Revision #)	R2.0X32M1502	Stem (Part and Revision #)	RF2.0 32F1502	
Stem (Heat #)	14104546	Stem (Heat #)	A144853	
errule (Part and Revision #)	RF2.0 10K	Ferrule (Part and Revision #)	RF2.0 10K	
Ferrule (Heat #)	41044	Ferrule (Heat #)	41044	
Connection . Flange Hammer Union Part		Connection (Part #)		
Connection (Heat #)		Connection (Heat #)		
Nut (Part #)	2" 1502 H2S	Nut (Part#)		
Vut (Heat#)		Nut (Heat #)		
Dies Used	97MM	Dies Used	97MM	
	in Wilder			
Test Pressure (psi)	15,000	Hose assembly was teste	d with ambient water	
Test Pressure Hold Time (minutes)	173/4	temperature.		

Closed-Loop System

Matador Production Company

Pennzoil 32 Fed wells

SHL: 33-20S-29E BHL: 32-20S-29E Eddy County, NM

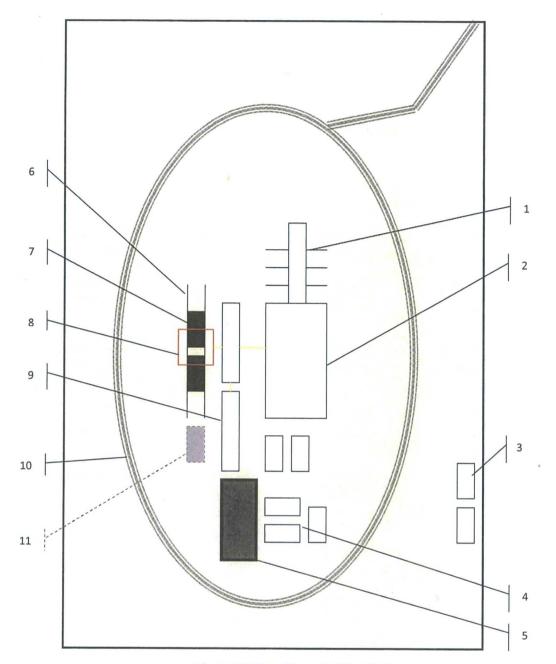


Operating and Maintenance Plan:

During drilling operations, third party service companies will use solids control equipment to remove cuttings from the drilling fluids and collect it in haul-off bins. Equipment will be closely monitored at all times while drilling by the derrick man and the service company employees.

Closure Plan:

During drilling operations, third party service companies will haul off drill solids and fluids to an approved disposal facility. At the end of the well, all closed loop equipment will be removed from the location.



Schematic Closed Loop Drilling Rig*

- 1. Pipe Rack
- 2. Drill Rig
- 3. House Trailers/ Offices
- 4. Generator/Fuel/Storage
- 5. Overflow-Frac Tank
- 6. Skids
- 7. Roll Offs
- 8. Hopper or Centrifuge
- 9. Mud Tanks
- 10. Loop Drive

37Verano Loop, Santa Fe, New Mexico 87508

11. Generator (only for use with centrifuge)

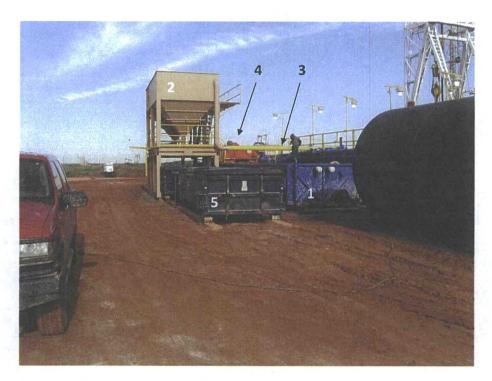
*Not drawn to scale: Closed loop system requires at least 30 feet beyond mud tanks. Ideally 60 feet would be available

(505) 466-8120





Above: Centrifugal Closed Loop System



Closed Loop Drilling System: Mud tanks to right (1)

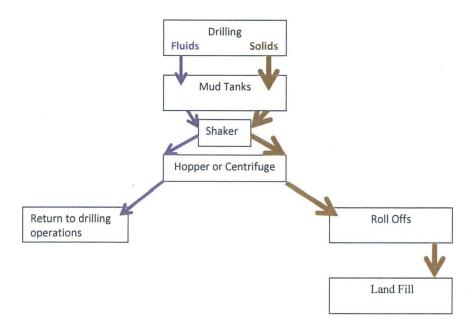
Hopper in air to settle out solids (2)

Water return pipe (3)

Shaker between hopper and mud tanks (4)

Roll offs on skids (5)

Flow Chart for Drilling Fluids and Solids





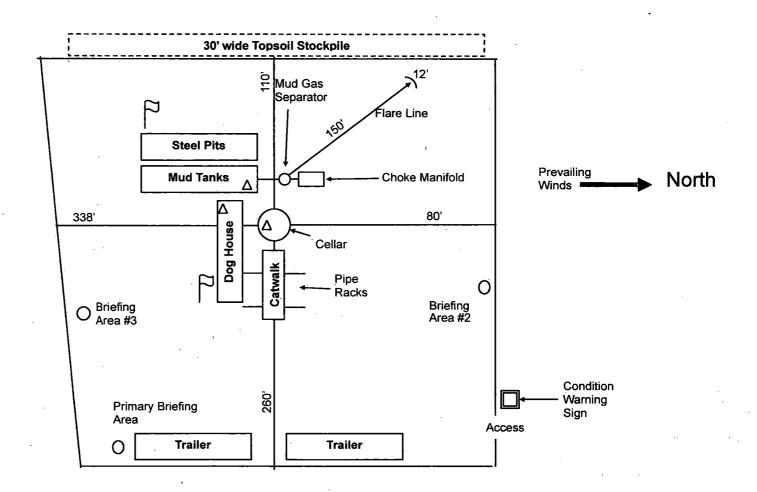
Rig Layout

Pennzoil 32 Fed 112H Eddy County, NM (not to scale)

Wind Direction Indicator

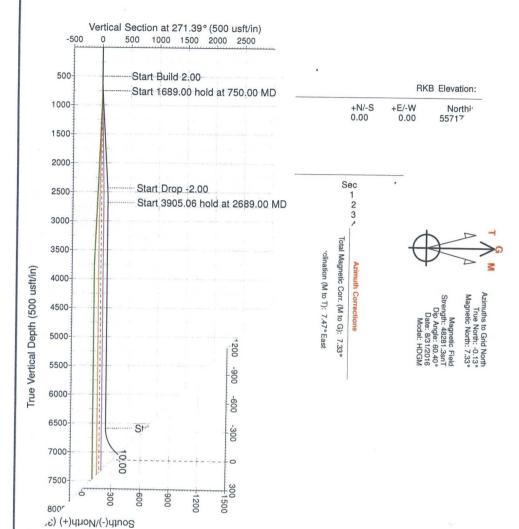
H2S Monitors

Briefing Areas







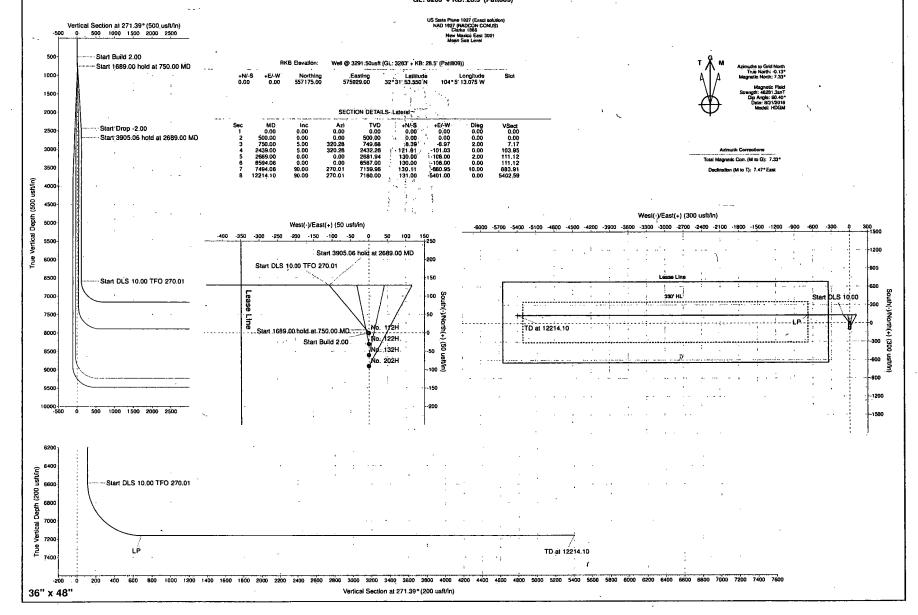






Matador Resources Eddy County, NM Pennzoll Federal 32 (112-122-132-202) No. 112H Prellim Plan A GL: 3263' + KB: 28.5' (Patt809)







Survey Report



Company:

Matador Resources

Project:

Eddy County, NM

Site:

Pennzoil Federal 32 (112-122-132-202)

Well:

No. 112H

Wellbore:

ОН

Design:

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Grid

North Reference:

Survey Calculation Method:

Database:

Minimum Curvature

Well Planner1

Project

Eddy County, NM

Map System: Geo Datum:

US State Plane 1927 (Exact solution)

NAD 1927 (NADCON CONUS)

New Mexico East 3001

System Datum:

Mean Sea Level

Map Zone: Site

From:

Pennzoil Federal 32 (112-122-132-202)

Site Position:

Мар

Northing: Easting:

557,175.00 usft

Latitude:

Longitude:

32° 31' 53.550 N

104° 5' 13.075 W

Position Uncertainty:

0.00 usft

Slot Radius:

575.929.00 usft 13-3/16 '

Grid Convergence:

0.13 °

Well **Well Position** No. 112H

+E/-W

+N/-S

0.00 usft

0.00 usft

Northing: Easting:

557,175.00 usft 575,929.00 usft Latitude: Longitude: 32° 31' 53.550 N

104° 5' 13.075 W

Position Uncertainty

0.00 usft

Wellhead Elevation:

0.00 usft

Ground Level:

3,263.00 usft

Wellbore

ОН

Magnetics

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

HDGM

8/31/2016

0.00

7.47

60.40

48,281

Design

Prelim Plan A

Audit Notes:

Version:

Phase:

PLAN

Tie On Depth:

0.00

0.00

Vertical Section:

Depth From (TVD)

(usft)

+N/-S

+E/-W

Direction

(°)

(usft)

0.00

(usft)

271.39

Survey Tool Program

Date 9/1/2016

From (usft)

To (usft)

Survey (Wellbore)

Tool Name

Description

0.00 2,000.00

6,500.00

2,000.00 Prelim Plan A (OH) 6,500.00 Prelim Plan A (OH) 12,214.10 Prelim Plan A (OH)

MWD - OWSG MWD - OWSG MWD - OWSG

MWD - OWSG MWD - OWSG MWD - OWSG

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
[PennzFed32	2#112H]FPP - [Pe	ennzFed32#112	H]LPP						
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	0.00
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	0.00



Survey Report



Company: Project:

Matador Resources

Eddy County, NM

Site:

Pennzoil Federal 32 (112-122-132-202)

Well: Wellbore: No. 112H

Design:

ОН

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference: MD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809)) Grid

North Reference:

Survey Calculation Method:

Database:

Minimum Curvature

d Survey					CE TELEPORE				
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
Start Build 2	.00								
600.00	2.00	320.28	599.98	1.34	-1.12	1.15	2.00	2.00	0.00
700.00	4.00	320.28	699.84	5.37	-4.46	4.59	2.00	2.00	0.00
750.00	5.00	320.28	749.68	8.39	-6.97	7.17	2.00	2.00	0.00
Start 1689.00	0 hold at 750.00	MD							
800.00	5.00	9 320.28	799.49	11.74	-9.75	10.03	0.00	0.00	0.00
900.00	5.00	320.28	899.11	18.44	-15.32	15.76	0.00	0.00	0.00
1,000.00	5.00	320.28	998.73	25.15	-20.89	21.49	0.00	0.00	0.00
1,100.00	5.00	320.28	1,098.35	31.85	-26.46	27.22	0.00	0.00	0.00
					-32.03	32.95	0.00	0.00	0.00
1,200.00	5.00	320.28	1,197.97	38.55		38.68	0.00	0.00	0.00
1,300.00	5.00	320.28	1,297.59	45.26	-37.60	30.00	0.00	0.00	0.00
1,400.00	5.00	320.28	1,397.21	51.96	-43.17	44.41	0.00	0.00	0.00
1,500.00	5.00	320.28	1,496.83	58.66	-48.74	50.15	0.00	0.00	0.00
1,600.00	5.00	320.28	1,596.45	65.37	-54.31	55.88	0.00	0.00	0.00
1,700.00	5.00	320.28	1,696.07	72.07	-59.88	61.61	0.00	0.00	0.00
1,800.00	5.00	320.28	1,795.69	78.78	-65.45	67.34	0.00	0.00	0.00
1,900.00	5.00	320.28	1,895.31	85.48	-71.01	73.07	0.00	0.00	0.00
2,000.00	5.00	320.28	1,994.93	92.18	-76.58	78.80	0.00	0.00	0.00
		320.28		98.89	-82.15	84.53	0.00	0.00	0.00
2,100.00	5.00		2,094.55			90.26		0.00	0.00
2,200.00	5.00	320.28 320.28	2,194.17 2,293.78	105.59 112.30	-87.72 -93.29	95.99	0.00	0.00	0.00
2,300.00	5.00	320.26	2,293.76	112.30	-55.25	30.33	0.00	0.00	0.00
2,400.00	5.00	320.28	2,393.40	119.00	-98.86	101.72	0.00	0.00	0.00
2,439.00	5.00	320.28	2,432.26	121.61	-101.03	103.95	0.00	0.00	0.00
Start Drop -2	2.00								
2,500.00	3.78	320.28	2,493.08	125.21	-104.02	107.02	2.00	-2.00	0.00
2,600.00	1.78	320.28	2,592.95	128.94	-107.12	110.21	2.00	-2.00	0.00
2,689.00	0.00	0.00	2,681.94	130.00	-108.00	111.12	2.00	-2.00	0.00
Start 3905.0	6 hold at 2689.0	0 MD							
2,700.00	0.00	0.00	2,692.94	130.00	-108.00	111.12	0.00	0.00	0.00
2,800.00	0.00	0.00	2,792.94	130.00	-108.00	111.12	0.00	0.00	0.00
2,900.00	0.00	0.00	2.892.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,000.00	0.00	0.00	2,992.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,100.00	0.00	0.00	3,092.94	130.00	-108.00	111.12	0.00	0.00	0.00
2 200 00	0.00	0.00	2 100 04	120.00	100.00	111.12	0.00	0.00	0.00
3,200.00	0.00	0.00	3,192.94	130.00	-108.00				
3,300.00	0.00	0.00	3,292.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,400.00	0.00	0.00	3,392.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,500.00	0.00	0.00	3,492.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,600.00	0.00	0.00	3,592.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,700.00	0.00	0.00	3,692.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,800.00	0.00	0.00	3,792.94	130.00	-108.00	111.12	0.00	0.00	0.00
3,900.00	0.00	0.00	3,892.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,000.00	0.00	0.00	3,992.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,100.00	0.00	0.00	4,092.94	130.00	-108.00	111.12	0.00	0.00	0.00



Survey Report



Company: Project:

Matador Resources

Eddy County, NM

Site:

Pennzoil Federal 32 (112-122-132-202)

Well: Wellbore: No. 112H ОН

Design:

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5' (Patt809))

North Reference:

Survey Calculation Method:

Database:

Grid

Minimum Curvature

ed Survey					Contact Management				
Measured			Vertical			Vertical	Dogleg	Build Rate	Turn Rate
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft)	(°/100usft)	(°/100usft)
		AND DESCRIPTION OF							
4,200.00	0.00	0.00	4,192.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,300.00	0.00	0.00	4,292.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,400.00	0.00	0.00	4,392.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,500.00	0.00	0.00	4,492.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,600.00	0.00	0.00	4,592.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,700.00	0.00	0.00	4,692.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,800.00	0.00	0.00	4,792.94	130.00	-108.00	111.12	0.00	0.00	0.00
4,900.00	0.00	0.00	4,892.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,000.00	0.00	0.00	4,992.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,100.00	0.00	0.00	5,092.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,200.00	0.00	0.00	5,192.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,300.00	0.00	0.00	5,292.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,400.00	0.00	0.00	5,392.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,500.00	0.00	0.00	5,492.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,600.00	0.00	0.00	5,592.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,700.00	0.00	0.00	5,692.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,800.00	0.00	0.00	5,792.94	130.00	-108.00	111.12	0.00	0.00	0.00
5,900.00	0.00	0.00	5,892.94	130.00	-108.00	111.12	0.00	0.00	0.00
6,000.00	0.00	0.00	5,992.94	130.00	-108.00	111.12	0.00	0.00	0.00
6,100.00	0.00	0.00	6,092.94	130.00	-108.00	111.12	0.00	0.00	0.00
6,200.00	0.00	0.00	6,192.94	130.00	-108.00	111.12	0.00	0.00	0.00
6,300.00	0.00	0.00	6,292.94	130.00	-108.00	111.12	0.00	0.00	0.00
6,400.00	0.00	0.00	6,392.94	130.00	-108.00	111.12	0.00	0.00	0.00
6,500.00	0.00	0.00	6,492.94	130.00	-108.00	111.12	0.00	0.00	0.00
6,594.06	0.00	0.00	6,587.00	130.00	-108.00	111.12	0.00	0.00	0.00
Start DLS 10).00 TFO 270.01								
6,600.00	0.59	270.01	6,592.94	130.00	-108.03	111.15	10.00	10.00	0.00
6,650.00	5.59	270.01	6,642.85	130.00	-110.73	113.85	10.00	10.00	0.00
6,700.00	10.59	270.01	6,692.34	130.00	-117.77	120.88	10.00	10.00	0.00
6,750.00	15.59	270.01	6,741.02	130.00	-129.09	132.20	10.00	10.00	0.00
6,800.00	20.59	270.01	6,788.53	130.01	-144.61	147.72	10.00	10.00	0.00
6,850.00	25.59	270.01	6,834.51	130.01	-164.22	167.32	10.00	10.00	0.00
6,900.00	30.59	270.01	6,878.61	130.02	-187.76	190.85	10.00	10.00	0.00
6,950.00	35.59	270.01	6,920.48	130.02	-215.05	218.14	10.00	10.00	0.00
7,000.00	40.59	270.01	6,959.82	130.03	-245.89	248.97	10.00	10.00	0.00
7,050.00	45.59	270.01	6,996.32	130.03	-280.04	283.11	10.00	10.00	0.00
7,100.00	50.59	270.01	7,029.70	130.04	-317.24	320.30	10.00	10.00	0.00
7,150.00	55.59	270.01	7,059.72	130.05	-357.20	360.25	10.00	10.00	0.00
7,200.00	60.59	270.01	7,086.14	130.06	-399.64	402.67	10.00	10.00	0.00
7,250.00	65.59	270.01	7,108.76	130.06	-444.21	447.23	10.00	10.00	0.00
7,300.00	70.59	270.01	7,127.41	130.07	-490.59	493.60	10.00	10.00	0.00
7,350.00	75.59	270.01	7,141.94	130.08	-538.41	541.41	10.00	10.00	0.00



Survey Report



Company:

Matador Resources

Project:

Eddy County, NM

Site:

Pennzoil Federal 32 (112-122-132-202)

Well: Wellbore: No. 112H ОН

Design:

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5' MD Reference: (Patt809))

Grid

North Reference:

Survey Calculation Method:

Database:

Minimum Curvature

anasaren Mariotzak		N MARKET THE PARK	10-10-10-10-10-10-10-10-10-10-10-10-10-1				Well_Planner1	TOTAL PART OF THE SECTION OF THE PARTY.	CARCOLOGICAL SERVICES
ed Survey									
Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft)	(°/100usft)	(°/100usft)
7,400.00	80.59	270.01	7,152.25	130.09	-587.32	590.30	10.00	10.00	0.00
7,450.00	85.59	270.01	7,158.26	130.10	-636.94	639.91	10.00	10.00	0.00
7,494.06	90.00	270.01	7,159.96	130.11	-680.95	683.91	10.00	10.00	0.00
LP 7,500.00	90.00	270.01	7,159.96	130.11	-686.90	689.85	0.00	0.00	0.00
7,600.00	90.00	270.01	7,159.96	130.13	-786.90	789.82	0.00	0.00	0.00
7,700.00	90.00	270.01	7,159.96	130.15	-886.90	889.79	0.00	0.00	0.00
7,800.00	90.00	270.01	7,159.96	130.17	-986.90	989.76	0.00	0.00	0.00
7,900.00	90.00	270.01	7,159.96	130.17					
8,000.00	90.00	270.01	7,159.96	130.16	-1,086.90	1,089.73	0.00	0.00	0.00
6,000.00	90.00	270.01	7,139.90	130.20	-1,186.90	1,189.70	0.00	0.00	0.00
8,100.00	90.00	270.01	7,159.96	130.22	-1,286.90	1,289.68	0.00	0.00	0.00
8,200.00	90.00	270.01	7,159.96	130.24	-1,386.90	1,389.65	0.00	0.00	0.00
8,300.00	90.00	270.01	7,159.97	130.26	-1,486.90	1,489.62	0.00	0.00	0.00
8,400.00	90.00	270.01	7,159.97	130.28	-1,586.90	1,589.59	0.00	0.00	0.00
8,500.00	90.00	270.01	7,159.97	130.30	-1,686.90	1,689.56	0.00	0.00	0.00
8,600.00	90.00	270.01	7,159.97	130.32	-1,786.90	1,789.53	0.00	0.00	0.00
8,700.00	90.00	270.01	7,159.97	130.34	-1,886.90	1,889.50	0.00	0.00	0.00
8,800.00	90.00	270.01	7,159.97	130.35	-1,986.90	1,989.47	0.00	0.00	0.00
8,900.00	90.00	270.01	7,159.97	130.37	-2,086.90	2,089.44	0.00	0.00	0.00
9,000.00	90.00	270.01	7,159.97	130.39	-2,186.90	2,189.42	0.00	0.00	0.00
9,100.00	90.00	270.01	7,159.97	130.41	-2,286.90	2,289.39	0.00	0.00	0.00
9,200.00	90.00	270.01	7,159.97	130.41	-2,386.90	2,389.36	0.00	0.00	
9,300.00	90.00	270.01	The second second						0.00
			7,159.97	130.45	-2,486.90	2,489.33	0.00	0.00	0.00
9,400.00	90.00	270.01	7,159.97	130.47	-2,586.90	2,589.30	0.00	0.00	0.00
9,500.00	90.00	270.01	7,159.98	130.49	-2,686.90	2,689.27	0.00	0.00	0.00
9,600.00	90.00	270.01	7,159.98	130.51	-2,786.90	2,789.24	0.00	0.00	0.00
9,700.00	90.00	270.01	7,159.98	130.53	-2,886.90	2,889.21	0.00	0.00	0.00
9,800.00	90.00	270.01	7,159.98	130.54	-2,986.90	2,989.18	0.00	0.00	0.00
9,900.00	90.00	270.01	7,159.98	130.56	-3,086.90	3,089.15	0.00	0.00	0.00
10,000.00	90.00	270.01	7,159.98	130.58	-3,186.90	3,189.13	0.00	0.00	0.00
10,100.00	90.00	270.01	7,159.98	130.60	-3,286.90	3,289.10	0.00	0.00	0.00
10,200.00	90.00	270.01	7,159.98	130.62	-3,386.90	3,389.07	0.00	0.00	0.00
10,300.00	90.00	270.01	7,159.98	130.64	-3,486.90	3,489.04	0.00	0.00	0.00
10,400.00	90.00	270.01	7,159.98	130.66	-3,586.90	3,589.01	0.00	0.00	0.00
10,500.00	90.00	270.01	7,159.98	130.68	-3,686.90	3,688.98	0.00	0.00	0.00
10,600.00	90.00	270.01	7,159.99	130.70	-3,786.90	3,788.95	0.00	0.00	0.00
10,700.00	90.00	270.01	7,159.99	130.70	-3,786.90	1204 1 10 10 10 10			
						3,888.92	0.00	0.00	0.00
10,800.00	90.00	270.01	7,159.99	130.73	-3,986.90	3,988.89	0.00	0.00	0.00
10,900.00	90.00	270.01	7,159.99	130.75	-4,086.90	4,088.87	0.00	0.00	0.00
11,000.00	90.00	270.01	7,159.99	130.77	-4,186.90	4,188.84	0.00	0.00	0.00
11,100.00	90.00	270.01	7,159.99	130.79	-4,286.90	4,288.81	0.00	0.00	0.00
11,200.00	90.00	270.01	7,159.99	130.81	-4,386.90	4,388.78	0.00	0.00	0.00



Survey Report



Company:

Matador Resources

Project:

Eddy County, NM

Site:

Pennzoil Federal 32 (112-122-132-202)

Well:

No. 112H ОН

Wellbore:

Prelim Plan A Design:

Local Co-ordinate Reference:

TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

MD Reference:

Database:

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

North Reference:

Grid

Survey Calculation Method:

Minimum Curvature

ed Survey									
Measured Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
11,300.00	90.00	270.01	7,159.99	130.83	-4,486.90	4,488.75	0.00	0.00	0.00
11,400.00	90.00	270.01	7,159.99	130.85	-4,586.90	4,588.72	0.00	0.00	0.00
11,500.00	90.00	270.01	7,159.99	130.87	-4,686.90	4,688.69	0.00	0.00	0.00
11,600.00	90.00	270.01	7,159.99	130.88	-4,786.90	4,788.66	0.00	0.00	0.00
11,700.00	90.00	270.01	7,160.00	130.90	-4,886.90	4,888.63	0.00	0.00	0.00
11,800.00	90.00	270.01	7,160.00	130.92	-4,986.90	4,988.60	0.00	0.00	0.00
11,900.00	90.00	270.01	7,160.00	130.94	-5,086.90	5,088.58	0.00	0.00	0.00
12,000.00	90.00	270.01	7,160.00	130.96	-5,186.90	5,188.55	0.00	0.00	0.00
12,100.00	90.00	270.01	7,160.00	130.98	-5,286.90	5,288.52	0.00	0.00	0.00
12,200.00	90.00	270.01	7,160.00	131.00	-5,386.90	5,388.49	0.00	0.00	0.00
12,214.10	90.00	270.01	7,160.00	131.00	-5,401.00	5,402.59	0.00	0.00	0.00
TD at 12214.	10 - [PennzFed3	2#112H]BHL							

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle	Dip Dir.	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
[PennzFed32#112H]FPF - plan misses target of - Point	0.00 center by 691.	0.00 15usft at 0.0	0.00 00usft MD (0.	129.00 .00 TVD, 0.00	-679.00 N, 0.00 E)	557,304.00	575,250.00	32° 31' 54.842 N	104° 5' 21.003 W
[PennzFed32#112H]LPF - plan misses target of - Point	0.00 center by 5312	0.00 2.62usft at 0	0.00 .00usft MD (131.00 0.00 TVD, 0.0	-5,311.00 00 N, 0.00 E)	557,306.00	570,618.00	32° 31′ 54.964 N	104° 6' 15.109 W
[PennzFed32#112H]BHL - plan hits target cent - Point	0.00 ter	0.00	7,160.00	131.00	-5,401.00	557,306.00	570,528.00	32° 31′ 54.966 N	104° 6' 16.161 W

n Annotations Measured	Vertical	Local Coord	inates	
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
500	500	0	0	Start Build 2.00
750	750	8	-7	Start 1689.00 hold at 750.00 MD
2439	2432	122	-101	Start Drop -2.00
2689	2682	130	-108	Start 3905.06 hold at 2689.00 MD
6594	6587	130	-108	Start DLS 10.00 TFO 270.01
7494	7160	130	-681	LP
12,214	7160	131	-5401	TD at 12214.10

Checked By:	Approved By:	Date:	



Anticollision Report



Company: Project:

Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well: Well Error:

0.00 usft No. 112H 0.00 usft OH

Reference Wellbore Reference Design:

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

MD Reference:

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809)) Grid

North Reference:

Survey Calculation Method:

Output errors are at

Database:

Offset TVD Reference:

Minimum Curvature

2.00 sigma Well Planner1 Offset Datum

Reference

Prelim Plan A

Filter type:

NO GLOBAL FILTER: Using user defined selection & filtering criteria

Interpolation Method: Depth Range:

Results Limited by:

Survey Tool Program

From

(usft)

Summary

Depth

(usft)

750.00

800.00

1,400.00

9/1/2016 8:59:25AM

(usft)

0.00

749.68

799 49

1,397.21

Stations

To

Unlimited

Maximum center-center distance of 2,000.00 usft

2.00 Sigma

ISCWSA Error Model:

Scan Method: Error Surface:

Closest Approach 3D Elliptical Conic

Not applied

Warning Levels Evaluated at:

0.00

9/1/2016 Date

Survey (Wellbore) (usft)

2,000.00 Prelim Plan A (OH)

2,000.00 6,500.00 Prelim Plan A (OH) 6,500.00 12,214.10 Prelim Plan A (OH) **Tool Name**

Casing Method:

MWD - OWSG MWD - OWSG MWD - OWSG

MWD - OWSG MWD - OWSG MWD - OWSG

Between

Ellipses

(usft)

Minimum

Separation

(usft)

0.26

0.97

1.69

2.41

8.89

9.63

Description

Offset Well - Wellbore - Design Pennzoil Federal 32 (112-122-132-202) No. 122H - OH - Prelim Plan A

No. 122H - OH - Prelim Plan A No. 132H - OH - Prelim Plan A No. 132H - OH - Prelim Plan A No. 202H - OH - Prelim Plan A

No. 202H - OH - Prelim Plan A

(usft)

0.00

751.61

802.19

1.402.25

Reference Offset Measured Measured Depth Depth (usft) (usft)

500.00

Offset Wellbore Centre

-30.00

-30.00

-30.00

-30.00

-30.00

-30.00

-30.00

-28.25

-26.07

-23 02

-14.83

-7 89

-6.30

2.23

10.76

19.29

27.82

+E/-W

(usft)

0.00

0.00

0.00

0.00

0.00

0.00

-0.36

-0.81

-1 44

-3.13

-4 56

-4.89

-6.65

-8.41

-10.17

-11.92

6.594.06

+N/-S

(usft)

500.00 500.00 6,594.06 6,593.82 500.00 500.00 6.595.18 6.594.06

9.603 CC, ES 30.00 26.88 75.00 40 17 60.00 56.88 150.00 115 12 86.88 500.00 90.00 190.07 6.597.56 225.00

Distance

Between

Centres

(usft)

Distance

Between

Ellipses

(usft)

29.74

29.03

28.31

27 59

28.98

29.95

Between

Centres

(usft)

30.00

30.00

30.00

30.00

30.00

30.00

31.36

33.89

35.05

35.82

35.56

35 40

35.40

35.75

36.58

37.87

39.57

2.153 SF 19.206 CC, ES 4 301 SF 28.808 CC, ES 6.441 SF

Separation

Factor

117.047

30.825

17,749

12.463

4.259

4.111

Separation

Factor

Pennzoil Federal 32 (112-122-132-202) - No. 122H - OH - Prelim Plan A Offset Design Survey Program: 0-MWD - OWSG, 2000-MWD - OWSG, 6500-MWD - OWSG Reference

Offset Semi Major Axis Highside Measured Measured Vertica Reference Offset Depth Depth Depth Toolface

(usft)

0.00

(usft)

0.00

2.46

2 64

4.88

(usft)

0.00

2.47

2.65

(°)

180.00

-150.45

-153.80

179.36

173.17

167.44

0.00 180.00 100.00 100.00 100.00 0.13 0.13 100.00 180.00 200.00 200.00 200.00 200.00 0.49 0.49 300.00 300.00 300.00 300.00 0.85 0.85 180.00 400.00 400.00 400.00 1.20 1.20 180.00 400.00 500.00 500.00 500.00 500.00 1.56 1.56 180.00 600.00 599.98 599.98 599.98 1.92 1.92 -142.30 700.00 699.84 701.05 701.03 2.28 2.28 -147.25

751.54

802 02

1.399.83

902.18 -160.48 900.00 899.11 902.70 3.01 3.01 981.27 980.07 983.89 983.06 3 31 3.31 -166.02 -167.30 1,000.00 998.73 1.002.61 1.001.71 3.38 3.38 1,102.52 3.75 3.75 -174.08 1,100.00 1,098.35 1,101.24 1.200.00 1.197.97 1.202.43 1,200,77 4.13 4.12 1,300.00 1,297.59 1,302.34 1,300.30 4.50 4.49

> CC - Min centre to center distance or covergent point, SF - min separation factor, ES - min ellipse separation Page 1

4.86

Offset Site Error: 0.00 usft 0.00 usft Offset Well Error Warning

Warning

9.603 CC, ES

26.88 3.12 27.52 3.84 8.168 4.56 29.33 7.428 30.12 4.93 7.114 30 53 5 29 6 772 29.55 6.01 5.918 28.80 6.59 5.370 5.264 6.73 28.68 28.31 7.44 4.803 28.42 8.17 4.480



Anticollision Report



Company: Project:

Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well: 0.00 usft No. 112H 0.00 usft

Well Error: Reference Wellbore

OH Prelim Plan A Reference Design:

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

North Reference:

Survey Calculation Method:

Output errors are at

Database:

Offset TVD Reference:

Grid

Minimum Curvature

2.00 sigma Well_Planner1 Offset Datum

Offset De		M.D.P. Communication of the Contract of the Co	Description of the Control of the Co	SECRETARIAN AND THE SERVICE PROPERTY.	ACTOR OF STREET STREET	SECTION AND ADDRESS OF PERSONS ASSESSED.	H - OH - Prelin	ITIAITA			GOTTE MARK		Offset Site Error:	0.00 usf
urvey Prog				OWSG, 6500-N		•			Di-t				Offset Well Error:	0.00 usf
Refer		Offse		Semi Major		Highside	Offset Wellbor	o Contro	Dista	Between	Minimum	Separation		
Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Toolface (°)	+N/-S (usft)	+E/-W (usft)	Centres (usft)	Ellipses (usft)	Separation (usft)	Factor	Warning	
1,500.00	1,496.83	1,502.16	1,499.36	5.26	5.24	162.24	36.34	-13.68	41.63	31.27	10.36	4.017		
1,600.00	1,596.45	1,602.07	1,598.89	5.64	5.62	157.55	44.87	-15.44	44.01	32.90	11.11	3.962		
1,700.00	1,696.07	1,701.98	1,698.42	6.02	5.99	153.38	53.40	-17.20	46.64	34.79	11.85	3.935		
1,800.00	1,795.69	1,801.89	1,797.95	6.40	6.37	149.66	61.93	-18.96	49.50	36.89	12.61	3.927		
1,900.00	1,895.31	1,901.80	1,897.48	6.78	6.75	146.36	70.46	-20.72	52.54	39.18	13.36	3.933		
2,000.00	1,994.93	2,001.71	1,997.01	7.16	7.12	143.43	78.99	-22.48	55.73	41.62	14.11	3.949		
2,100.00	2,094.55	2,101.62	2,096.54	7.37	7.33	140.83	87.51	-24.24	59.06	44.54	14.52	4.068		
2,200.00	2,194.17	2,201.53	2,196.07	7.42	7.38	138.51	96.04	-26.00	62.49	47.88	14.61	4.277		
2,300.00	2,293.78	2,301.45	2,295.60	7.49	7.44	136.43	104.57	-27.76	66.02	51.27	14.74	4.478		
2,400.00	2,393.40	2,401.36	2,395.14	7.57	7.53	134.56	113.10	-29.51	69.62	54.71	14.91	4.669		
2,439.00	2,432.26	2,440.32	2,433.95	7.61	7.57	133.89	116.43	-30.20	71.04	56.05	14.99	4.740		
2,500.00	2,493.08	2,501.10	2,494.51	7.68	7.63	132.63	121.49	-31.24	72.88	57.76	15.12	4.821		
2,600.00	2,493.08	2,600.45	2,593.67	7.78	7.74	130.91	127.38	-32.46	74.68	59.34	15.12	4.869		
	2,681.94	2,688.94	2,682.13	7.78	7.74	90.16	129.79	-32.46	75.04	59.54	15.53	4.831		
2,689.00	2,681.94	2,700.00	2,693.19	7.89	7.85	90.16	129.79	-32.98	75.04	59.46	15.56	4.822		
2,700.00 2,738.28	2,731.22	2,700.00	2,731.22	7.89	7.90	90.00	130.00	-33.00	75.02	59.36	15.64	4.794		
2,800.00	2,792.94	2,799.75	2,792.94	8.00	7.97	90.00	130.00	-33.00	75.00	59.22	15.78	4.752		
2,900.00	2,892.94	2,899.75	2,892.94	8.13	8.09	90.00	130.00	-33.00	75.00	58.96	16.04	4.676		
3,000.00	2,992.94	2,999.75	2,992.94	8.26	8.23	90.00	130.00	-33.00	75.00	58.68	16.32	4.595		
		3,099.75			8.39	90.00	130.00	-33.00	75.00	58.37	16.63	4.510		
3,100.00 3,200.00	3,092.94 3,192.94	3,099.75	3,092.94 3,192.94	8.42 8.58	8.55	90.00	130.00	-33.00	75.00	58.03	16.97	4.421		
2 200 00	2 202 04	3,299.75	3,292.94	8.76	8.73	90.00	130.00	-33.00	75.00	57.68	17.32	4.330		
3,300.00	3,292.94	3,399.75	3,392.94	8.95	8.92	90.00	130.00	-33.00	75.00	57.30	17.70	4.237		
3,400.00					9.12	90.00		-33.00	75.00	56.90	18.10	4.144		
3,500.00	3,492.94	3,499.75	3,492.94	9.14			130.00				18.52	4.050		
3,600.00	3,592.94 3,692.94	3,599.75 3,699.75	3,592.94 3,692.94	9.35 9.57	9.33 9.54	90.00	130.00 130.00	-33.00 -33.00	75.00 75.00	56.48 56.04	18.96	3.957		
3,700.00	3,002.04	5,033.10	0,002.04	5.01	0.04	30.00	100.00	00.00	70.00	00.04	10.00	0.001		
3,800.00	3,792.94	3,799.75	3,792.94	9.79	9.77	90.00	130.00	-33.00	75.00	55.59	19.41	3.864		
3,900.00	3,892.94	3,899.75	3,892.94	10.02	10.00	90.00	130.00	-33.00	75.00	55.12	19.88	3.773		
4,000.00	3,992.94	3,999.75	3,992.94	10.26	10.24	90.00	130.00	-33.00	75.00	54.64	20.36	3.684		
4,100.00	4,092.94	4,099.75	4,092.94	10.51	10.49	90.00	130.00	-33.00	75.00	54.14	20.86	3.596		
4,200.00	4,192.94	4,199.75	4,192.94	10.76	10.74	90.00	130.00	-33.00	75.00	53.63	21.37	3.510		
4,300.00	4,292.94	4,299.75	4,292.94	11.02	11.00	90.00	130.00	-33.00	75.00	53.11	21.89	3.427		
4,400.00	4,392.94	4,399.75	4,392.94	11.29	11.27	90.00	130.00	-33.00	75.00	52.58	22.42	3.346		
4,500.00	4,492.94	4,499.75	4,492.94	11.55	11.54	90.00	130.00	-33.00	75.00	52.04	22.96	3.267		
4,600.00	4,592.94	4,599.75	4,592.94	11.83	11.81	90.00	130.00	-33.00	75.00	51.49	23.51	3.190		
4,700.00	4,692.94	4,699.75	4,692.94	12.11	12.09	90.00	130.00	-33.00	75.00	50.93	24.07	3.116		
4,800.00	4,792.94	4,799.75	4,792.94	12.39	12.37	90.00	130.00	-33.00	75.00	50.36	24.64	3.044		
4,900.00	4,892.94	4,899.75	4,892.94	12.67	12.66	90.00	130.00	-33.00	75.00	49.79	25.21	2.975		
5,000.00	4,992.94	4,999.75	4,992.94	12.96	12.95	90.00	130.00	-33.00	75.00	49.20	25.80	2.907		
5,100.00	5,092.94	5,099.75	5,092.94	13.26	13.24	90.00	130.00	-33.00	75.00	48.62	26.38	2.843		
5,200.00	5,192.94	5,199.75	5,192.94	13.55	13.54	90.00	130.00	-33.00	75.00	48.02	26.98	2.780		
5,300.00	5,292.94	5,299.75	5,292.94	13.85	13.84	90.00	130.00	-33.00	75.00	47.42	27.58	2.719		
5,400.00	5,392.94	5,399.75	5,392.94	14.16	14.14	90.00	130.00	-33.00	75.00	46.81	28.19	2.661		
5,500.00	5,492.94	5,499.75	5,492.94	14.46	14.45	90.00	130.00	-33.00	75.00	46.20	28.80	2.604		
5,600.00	5,592.94	5,599.75	5,592.94	14.77	14.75	90.00	130.00	-33.00	75.00	45.58	29.42	2.550		
5,700.00	5,692.94	5,699.75	5,692.94	15.08	15.06	90.00	130.00	-33.00	75.00		30.04	2.497		
5,800.00	5,792.94	5,799.75	5,792.94	15.39	15.38	90.00	130.00	-33.00	75.00	44.34	30.66	2.446		
	5,892.94	5,899.75	5,892.94	15.70	15.69	90.00	130.00	-33.00	75.00	43.71	31.29	2.397		
5,900.00				16.02	16.01	90.00		-33.00	75.00	43.71	31.29	2.349		
6,000.00	5,992.94	5,999.75	5,992.94				130.00		75.00	43.08	31.92	2.349		
6,100.00	6,092.94	6,099.75	6,092.94	16.33	16.32	90.00	130.00	-33.00	75.00	42.44	32.30	2.303		



Anticollision Report



Company: Project:

Matador Resources Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well:

Well Error:

0.00 usft No. 112H 0.00 usft OH

Reference Wellbore Reference Design:

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: **Survey Calculation Method:**

Output errors are at

Database:

Offset TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Grid

Minimum Curvature

2.00 sigma Well_Planner1

Offset Datum

ffset De urvey Prog			THE RESIDENCE STREET, NAMED IN	OWSG, 6500-N		ARREST AND ADDRESS OF THE PARTY	H - OH - Prelim						Offset Well Error:	0.00 us
Refer		Offs		Semi Major					Dista	ance				
easured Depth	Vertical Depth	Measured Depth	Vertical Depth	Reference	Offset	Highside Toolface	Offset Wellbore +N/-S	+E/-W	Between Centres	Between Ellipses	Minimum Separation	Separation Factor	Warning	
(usft)	(usft)	(usft)	(usft)	(usft)	(usft)	(°)	(usft)	(usft)	(usft)	(usft)	(usft)			
6,300.00	6,292.94	6,299.75	6,292.94	16.97	16.96	90.00	130.00	-33.00	75.00	41.16	33.84	2.216		
6,400.00	6,392.94	6,399.75	6,392.94	17.29	17.29	90.00	130.00	-33.00	75.00	40.51	34.49	2.175		
6,500.00	6,492.94	6,499.75	6,492.94	17.46	17.45	90.00	130.00	-33.00	75.00	40.19	34.81	2.154		
6,594.06	6,587.00	6,593.82	6,587.00	17.46	17.46	90.00	130.00	-33.00	75.00	40.17	34.83	2.153 SF		
6,600.00	6,592.94	6,599.75	6,592.94	17.46	17.46	179.99	130.00	-33.00	75.03	40.20	34.83	2.154		
0.050.00	0.040.05	0.040.07	C C40 0E	17.47	17.46	179.99	130.00	-33.00	77.73	42.89	34.84	2.231		
6,650.00	6,642.85	6,649.67	6,642.85					-33.00	84.77	49.90	34.86	2.431		
6,700.00	6,692.34	6,699.15	6,692.34	17.49	17.47	179.99	130.00		96.09	61.20	34.89	2.754		
6,750.00	6,741.02	6,747.84	6,741.02	17.53	17.48	179.99	130.00	-33.00			34.99	3.196		
6,800.00	6,788.53	6,795.35 6,841.33	6,788.53 6,834.51	17.57 17.62	17.49 17.50	179.99 179.99	130.00 130.00	-33.00 -33.00	111.61 131.22	76.69 96.26	34.92	3.754		
6,850.00	6,834.51	0,041.33	0,034.31	17.02	17.50	173.33	130.00	-33.00	101.22	30.20	04.50	0.704		
6,900.00	6,878.61	6,885.42	6,878.61	17.70	17.52	179.99	130.00	-33.00	154.76	119.76	35.00	4.422		
6,950.00	6,920.48	6,927.30	6,920.48	17.81	17.53	179.99	130.00	-33.00	182.05	147.01	35.04	5.195		
7,000.00	6,959.82	6,966.63	6,959.82	17.95	17.55	179.99	130.00	-33.00	212.89	177.80	35.09	6.067		
7,050.00	6,996.32	7,003.14	6,996.32	18.13	17.56	180.00	130.00	-33.00	247.04	211.90	35.14	7.030		
7,100.00	7,029.70	7,036.52	7,029.70	18.39	17.57	180.00	130.00	-33.00	284.24	249.05	35.19	8.077		
				10.71	47.50	400.00	400.00	00.00	204.00	000.00	25.24	0.400		
7,150.00	7,059.72	7,066.54	7,059.72	18.71	17.59	180.00	130.00	-33.00	324.20	288.96	35.24	9.199		
7,200.00	7,086.14	7,092.95	7,086.14	19.12	17.60	180.00	130.00	-33.00	366.64	331.35	35.29	10.389		
7,250.00	7,108.76	7,115.57	7,108.76	19.63	17.61	180.00	130.00	-33.00	411.21	375.88	35.34	11.637		
7,300.00	7,127.41	7,134.22	7,127.41	20.23	17.62	179.99	130.00	-33.00	457.59	422.21	35.38	12.935		
7,350.00	7,141.94	7,148.76	7,141.94	20.93	17.63	179.99	130.00	-33.00	505.41	470.00	35.41	14.274		
7,400.00	7,152.25	7,159.07	7,152.25	21.72	17.63	179.99	130.00	-33.00	554.32	518.88	35.43	15.644		
7,450.00	7,158.26	7,165.08	7,158.26	22.59	17.64	179.98	130.00	-33.00	603.94	568.49	35.45	17.036		
7,494.06	7,159.96	7,166.77	7,159.96	23.40	17.64	112.24	130.00	-33.00	647.95	612.49	35.46	18.273		
7,500.00	7,159.96	7,166.77	7,159.96	23.52	17.64	112.42	130.00	-33.00	653.90	618.44	35.46	18.440		
7,600.00	7,159.96	8,404.75	7,889.96	25.54	27.08	180.00	130.14	-786.89	730.00	713.39	16.61	43.961		
,														
7,700.00	7,159.96	8,504.75	7,889.96	27.74	29.33	180.00	130.16	-886.89	730.00	712.46	17.54	41.627		
7,800.00	7,159.96	8,604.75	7,889.96	30.06	31.70	180.00	130.18	-986.89	730.00	711.45	18.55	39.344		
7,900.00	7,159.96	8,704.75	7,889.96	32.50	34.17	180.00	130.20	-1,086.89	730.00	710.36	19.64	37.160		
8,000.00	7,159.96	8,804.75	7,889.96	35.02	36.71	180.00	130.21	-1,186.89	730.00	709.20	20.80	35.102		
8,100.00	7,159.96	8,904.75	7,889.96	37.60	39.31	180.00	130.23	-1,286.89	730.00	708.00	22.00	33.181		
8,200.00	7,159.96	9,004.75	7,889.96	40.24	41.96	180.00	130.25	-1,386.89	730.00	706.75	23.25	31.401		
8,300.00	7,159.90	9,104.75	7,889.97	42.92	44.65	180.00	130.27	-1,486.89	730.00	705.47	24.53			
		9,204.75	7,889.97	45.64	47.37	180.00	130.29	-1,586.89	730.00	704.15	25.85	28.243		
8,400.00	7,159.97 7,159.97	9,304.75	7,889.97	48.38	50.13	180.00	130.31	-1,686.89	730.00	702.81	27.19	26.849		
8,500.00 8,600.00	7,159.97	9,304.75	7,889.97	51.16	52.90	180.00	130.31	-1,786.89	730.00	702.81	28.55	25.565		
3,000.00	7,100.07	0,404.10	1,000.01	31.10	52.50	100.00	150.55	1,100.03	700.00	, 01.40	20.00	23.000		
8,700.00	7,159.97	9,504.75	7,889.97	53.95	55.70	180.00	130.35	-1,886.89	730.00	700.06	29.94	24.382		
8,800.00	7,159.97	9,604.75	7,889.97	56.76	58.51	180.00	130.36	-1,986.89	730.00	698.66	31.34	23.291		
8,900.00	7,159.97	9,704.75	7,889.97	59.59	61.34	180.00	130.38	-2,086.89	730.00	697.24	32.76	22.283		
9,000.00	7,159.97	9,804.75	7,889.97	62.43	64.18	180.00	130.40	-2,186.89	730.00	695.81	34.19	21.351		
9,100.00	7,159.97	9,904.75	7,889.97	65.28	67.04	180.00	130.42	-2,286.89	730.00	694.37	35.63	20.486		
9,200.00	7,159.97	10,004.75	7,889.97	68.15	69.90	180.00	130.44	-2,386.89	730.00	692.91	37.09	19.684		
9,300.00	7,159.97	10,104.75	7,889.97	71.02	72.77	180.00	130.46	-2,486.89	730.00	691.45	38.55	18.937		
9,400.00	7,159.97	10,204.75	7,889.98	73.90	75.65	180.00	130.48	-2,586.89	730.00	689.98	40.02	18.242		
9,500.00	7,159.98	10,304.75	7,889.98	76.78	78.54	180.00	130.49	-2,686.89	730.00	688.50	41.50	17.592		
9,600.00	7,159.98	10,404.75	7,889.98	79.68	81.43	180.00	130.51	-2,786.89	730.00	687.02	42.98	16.985		
											250 200	25.000		
9,700.00	7,159.98	10,504.75	7,889.98	82.58	84.33	180.00	130.53	-2,886.89	730.00	685.53	44.47	16.416		
9,800.00	7,159.98	10,604.75	7,889.98	85.48	87.23	180.00	130.55	-2,986.89	730.00	684.04	45.96	15.882		
9,900.00	7,159.98	10,704.75	7,889.98	88.39	90.14	180.00	130.57	-3,086.89	730.00	682.54	47.46			
10,000.00	7,159.98	10,804.75	7,889.98	91.30	93.05	180.00	130.59	-3,186.89	730.00	681.03	48.97	14.908		
10,100.00	7,159.98	10,904.75	7,889.98	94.22	95.97	180.00	130.61	-3,286.89	730.00	679.52	50.48	14.462		



Anticollision Report



Company: Project:

Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well:

0.00 usft No. 112H

Well Error:

0.00 usft OH

Reference Wellbore Reference Design:

Prelim Plan A

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Output errors are at

Well No. 112H Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Grid

Minimum Curvature

2.00 sigma

Well_Planner1

Database: Offset Datum Offset TVD Reference:

Offset De		PROFESSION AND ADDRESS OF THE PARTY OF THE P	NAMES OF THE PARTY OF THE PARTY.	32 (112-122 DWSG, 6500-M	DAY SHOW HELD TO AND	METALENSON STREET, BATHOLISH STREET,	H - OH - Prelir	n Plan A	LATELET BARROOM	STATE VERNING	ALCOHOL BUILDING		Offset Site Error:	0.00 us
urvey Progr Refer		Offse		Semi Major					Dista	ance			Offset Well Error:	0.00 us
leasured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbor +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
10,200.00	7,159.98	11,004.75	7,889.98	97.14	98.89	180.00	130.62	-3,386.89	730.00	678.01	51.99	14.042	A Charles A service of any Charles (Actividades) is serviced.	
10,300.00	7,159.98	11,104.75	7,889.98	100.06	101.81	180.00	130.64	-3,486.89	730.00	676.50	53.50	13.644		
10,400.00	7,159.98	11,204.75	7,889.98	102.98	104.73	180.00	130.66	-3,586.89	730.00	674.98	55.02	13.268		
10,500.00	7,159.98	11,304.75	7,889.99	105.91	107.66	180.00	130.68	-3,686.89	730.00	673.46	56.54	12.911		
10,600.00	7,159.99	11,404.75	7,889.99	108.84	110.59	180.00	130.70	-3,786.89	730.00	671.93	58.07	12.572		
10,700.00	7,159.99	11,504.75	7,889.99	111.77	113.52	180.00	130.72	-3,886.89	730.00	670.41	59.59	12.250		
10,800.00	7,159.99	11,604.75	7,889.99	114.71	116.45	180.00	130.74	-3,986.89	730.00	668.88	61.12	11.944		
10,900.00	7,159.99	11,704.75	7,889.99	117.65	119.39	180.00	130.76	-4,086.89	730.00	667.35	62.65	11.652		
11,000.00	7,159.99	11,804.75	7,889.99	120.58	122.33	180.00	130.77	-4,186.89	730.00	665.82	64.18	11.374		
11,100.00	7,159.99	11,904.75	7,889.99	123.52	125.27	180.00	130.79	-4,286.89	730.00	664.28	65.72	11.108		
11,200.00	7,159.99	12,004.75	7,889.99	126.47	128.21	180.00	130.81	-4,386.89	730.00	662.75	67.25	10.855		
11,300.00	7,159.99	12,104.75	7,889.99	129.41	131.15	180.00	130.83	-4,486.89	730.00	661.21	68.79	10.612		
11,400.00	7,159.99	12,204.75	7,889.99	132.35	134.09	180.00	130.85	-4,586.89	730.00	659.67	70.33	10.380		
11,500.00	7,159.99	12,304.75	7,889.99	135.30	137.04	180.00	130.87	-4,686.89	730.00	658.13	71.87	10.158		
11,600.00	7,159.99	12,404.75	7,889.99	138.24	139.98	180.00	130.89	-4,786.89	730.00	656.59	73.41	9.945		
11,700.00	7,160.00	12,504.75	7,890.00	141.19	142.93	180.00	130.90	-4,886.89	730.00	655.05	74.95	9.740		
11,800.00	7,160.00	12,604.75	7,890.00	144.14	145.88	180.00	130.92	-4,986.89	730.00	653.51	76.49	9.543		
11,900.00	7,160.00	12,704.75	7,890.00	147.09	148.83	180.00	130.94	-5,086.89	730.00	651.96	78.04	9.355		
12,000.00	7,160.00	12,804.75	7,890.00	150.04	151.78	180.00	130.96	-5,186.89	730.00	650.42	79.58	9.173		
12,100.00	7,160.00	12,904.75	7,890.00	152.99	154.73	180.00	130.98	-5,286.89	730.00	648.87	81.13	8.998	(*)	
12,200.00	7,160.00	13,004.75	7,890.00	155.94	157.68	180.00	131.00	-5,386.89	730.00	647.32	82.68	8.830		
12,214.10	7,160.00	13,018.85	7,890.00	156.36	158.10	180.00	131.00	-5,400.99	730.00	647.11	82.89	8.806		



Anticollision Report



Offset Site Error:

0.00 usft

Company: Project:

Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well: 0.00 usft No. 112H

Well Error: Reference Wellbore 0.00 usft OH

Reference Design:

Offset Design

Survey Program:

Prelim Plan A

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Database:

Output errors are at

Offset TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Grid

Minimum Curvature

2.00 sigma Well_Planner1

Offset Datum

Pennzoil Federal 32 (112-122-132-202) - No. 132H - OH - Prelim Plan A 0-MWD - OWSG, 2000-MWD - OWSG, 6500-MWD - OWSG

Offset Well Error 0.00 usft Reference Offset Semi Major Axis Distance Vertical Minimum Measured Measured Vertical Reference Offset Highside Offset Wellbore Centre Between Between Separation Warning Depth Depth Depth Depth Toolface +N/-S +E/-W Centres Ellipses Separation Factor (usft) (usft) (usft) (usft) (usft) (°) (usft) (usft) (usft) (usft) (usft) 0.00 0.00 0.00 0.00 0.00 0.00 180.00 -60.00 0.00 60.00 100.00 100.00 100.00 100.00 0.13 0.13 180.00 -60.00 0.00 60.00 59.74 0.26 234.094 200.00 200.00 200.00 200.00 0.49 0.49 180.00 -60.00 0.00 60.00 59.03 61.649 0.97 300.00 300.00 300.00 300.00 0.85 0.85 180.00 -60.00 0.00 60.00 58.31 1.69 35 499 400.00 400.00 400.00 400.00 1.20 1.20 180.00 -60.00 0.00 60.00 57.59 2.41 24.926 500.00 500.00 500.00 500.00 1.56 1.56 180.00 -60.00 0.00 60.00 19.206 CC, ES 3.12 600.00 599.98 599.98 599.98 1.92 1.92 -141.31 -60 00 0.00 61.35 57.51 3.84 15.978 700.00 699.84 699.84 699.84 2.28 2.28 -144.12 -60.00 0.00 65.52 60.96 4.56 14,378 750.00 749.68 750.84 750.83 2.46 2.46 -146.16 -59.56 0.10 68.32 63.40 4.92 13.883 800.00 799.49 801.87 801.85 2.64 2.64 -148.52 -58.23 0.39 70.74 65.45 5.28 13.386 900.00 899.11 903.99 903.82 3.01 3.01 -153.65 -52.91 1.57 73.47 67.46 6.01 12 222 1,000.00 998.73 1,004.76 1.004.24 3.38 3.38 -159.50 -44.70 3.38 74.14 67.41 6.73 11.011 1,100.00 1,098.35 1,104.47 1,103.57 3.75 3.74 -165.30 -36.21 5.26 75.27 67.82 7.45 10.099 1,200.00 1,197.97 1,204.18 1,202,89 4.13 4.11 -170.88 -27.72 7.13 77.14 68 97 8.17 9.436 1.300.00 1.297.59 1.303.88 1.302.22 4.50 4.47 -176.14 -19.24 9.01 79.71 70.81 8.90 8.956 1,400.00 1,397.21 1,403.59 1,401.55 4.88 4.85 178.96 -10.75 10.89 82.91 73.28 9.63 8.610 1.500.00 1,496,83 1.503.30 1.500.87 5.26 5.22 174 46 -2.27 12.76 86.67 76.31 10.36 8.364 1,600.00 1,596.45 1,603,00 1,600.20 5.64 5.59 170.35 6.22 14.64 90.92 79.82 11.10 8.192 1,700.00 1,696.07 1,702.71 1,699.53 6.02 5.97 166.62 14.70 16.51 83.76 95.60 11.84 8.076 1,800.00 1,795.69 1,802.41 1,798.85 6.40 163.25 6.34 23.19 18.39 100.64 88.06 12.58 8.001 1.900.00 1.895.31 1.902.12 1.898.18 6.78 6.72 160 21 31.67 20.26 106.00 92.68 13.32 7.956 2,000.00 1,994.93 2,001.83 1,997.51 7.16 7.09 157.48 40.16 22.14 111.62 97.56 14.06 7.936 2,100.00 2,094.55 2,101.53 2,096.83 7.37 155.00 7.29 48.64 24.02 117.48 103.02 14.46 8.123 2.200.00 2.194.17 2.201.24 2 196 16 7 42 7 34 152.77 57.13 25.89 123.54 108.99 14.54 8.496 2.300.00 2.293.78 2.300.94 2,295.49 7.49 7.40 150.75 65.61 27.77 129.76 115.10 14.66 8.852 2,400.65 2,400.00 2,393.40 2,394.81 7.57 7.49 148.91 74.10 29.64 136.13 121.32 14.82 9.189 2 439 00 2 432 26 2 439 54 2 433 55 7 61 7.53 148 24 77 41 30.37 138.65 123.76 14.89 9.313 2,500.00 2,493.08 2,500.37 2,494.16 7.68 147.13 7.59 82.58 31.52 142.08 127.08 15.01 9.467 2,600.00 2,592.95 2,600.13 2,593.53 7.78 7.71 144.79 91.07 33.40 145.53 130.29 15.23 9.552 2,689.00 2,681.94 2,688.85 2,681.92 7.88 102.37 7.83 98.62 35.06 146.46 131.00 15.46 9 472 2,692.94 2,700.00 2,699.81 2,692,83 7.89 7.85 102.00 99.56 35.27 146,47 130.98 15.49 9 455 2,792.94 2,799.43 2,800.00 2,792.07 8.00 8.00 98.61 108.03 37.14 146.80 131.02 15.78 9.305 8.13 2,900.00 2,892.94 2,899.05 2,891.31 8.17 95.24 116.51 39.02 147.64 131.56 16.09 9 177 2.992.94 2,999.29 2.991.24 3,000.00 8.26 8.35 92.20 124 28 40 74 148 86 132 43 16.42 9.065 3.100.00 3.092.94 3.100.21 3.092.04 8.42 8.52 90 44 128.85 41.75 149.75 132.99 16.76 8.935 3,200.00 3,192.94 3,201.12 3,192.94 8.58 8.69 90.00 130.00 42.00 150.00 132.90 17.10 8.772 3,292.94 3,300.00 3,301,12 3.292.94 8.76 8.87 90.00 130.00 42 00 150.00 132 55 17 45 8 594 3,400.00 3.392.94 3,401,12 3.392.94 8.95 9.05 90.00 130.00 42.00 150.00 132.17 17.83 8.413 9.25 3,500.00 3 492 94 3,501,12 3,492,94 9.14 90.00 130.00 42.00 150.00 131.77 18.23 8.230 3,592.94 3,600.00 3,601.12 3,592.94 9.35 9.45 90.00 130.00 42.00 150.00 131.36 18.64 8.047 3,692.94 3,701.12 3,692.94 3,700.00 9.57 9.67 90.00 130.00 42.00 150.00 130.93 19 07 7.864 3,792.94 3,801.12 3,800.00 3,792.94 9.79 9.89 90.00 130.00 42.00 150.00 130.48 19.52 7.683 3,892.94 3,901.12 3,892.94 3,900.00 10.02 10.12 90.00 130.00 42 00 150.00 130.01 19 99 7.504 4.000.00 3.992.94 4.001.12 3 992 94 10.26 10.35 90.00 130.00 42.00 150.00 129.53 20.47 7.329 4,100.00 4,092.94 4,101.12 4,092.94 10.51 10.60 90.00 130.00 42.00 150.00 129.04 20.96 7,156 4,200.00 4,192,94 4,201,12 4.192.94 10.76 10.85 90.00 130.00 42.00 150.00 128.53 21.47 6.987 4,300.00 4,292.94 4,301.12 4,292.94 11.02 11.10 90.00 130.00 42.00 150.00 128.01 21.99 6.823 4,400.00 4,392.94 4,401.12 4,392.94 11.29 11.37 90.00 130.00 42.00 150.00 127.49 22.51 6.663 4,492.94 4.501.12 4.492.94 4,500.00 11.55 11.63 90.00 130.00 42 00 150.00 126.95 23.05 6.507 4.600.00 4.592.94 4.601.12 4.592.94 11.83 11 91 90.00 130.00 42.00 150.00 126.40 23.60 6.356 4.700.00 4,692.94 4,701.12 4,692.94 12.11 12.18 90.00 130.00 42.00 150.00 125.84 24.16 6.209



Anticollision Report



Offset Site Error:

0.00 usft

0.00 usft

Company: Project:

Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well:

Well Error:

0.00 usft No. 112H 0.00 usft

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Output errors are at

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Grid

Minimum Curvature

2.00 sigma Well_Planner1

Reference Wellbore OH	Database:	Well_Planner1
Reference Design: Prelim Plan A	Offset TVD Reference:	Offset Datum
at a septiment and a septiment and a septiment of the sep		
Offset Design Pennzoil Federal 32 (112	-122-132-202) - No. 132H - OH - Prelim Plan A	
Survey Program: 0-MWD - OWSG, 2000-MWD - OWSG, 65	500-MWD - OWSG	

Refere		ND - OWSG, 2 Offse		Semi Major					Dista	ince			Offset Well Error:	
leasured	Vertical	Measured	Vertical	Reference	Offset	Highside	Offset Wellbon		Between	Between	Minimum	Separation	Warning	
Depth (usft)	Depth (usft)	Depth (usft)	Depth (usft)	(usft)	(usft)	Toolface (°)	+N/-S (usft)	+E/-W (usft)	Centres (usft)	Ellipses (usft)	Separation (usft)	Factor		
4,800.00	4,792.94	4,801.12	4,792.94	12.39	12.46	90.00	130.00	42.00	150.00	125.28	24.72	6.067		
4,900.00	4,892.94	4,901.12	4,892.94	12.67	12.75	90.00	130.00	42.00	150.00	124.70	25.30	5.930		
5,000.00	4,992.94	5,001.12	4,992.94	12.96	13.03	90.00	130.00	42.00	150.00	124.12	25.88	5.797		
5,100.00	5,092.94	5,101.12	5,092.94	13.26	13.33	90.00	130.00	42.00	150.00	123.54	26.46	5.668		
5,200.00	5,192.94	5,201.12	5,192.94	13.55	13.62	90.00	130.00	42.00	150.00	122.94	27.06	5.544		
3,200.00	3,132.34	0,201.12	0,102.04	10.00	10.02	00.00	100.00	12.00						
5,300.00	5,292.94	5,301.12	5,292.94	13.85	13.92	90.00	130.00	42.00	150.00	122.34	27.66	5.424		
5,400.00	5,392.94	5,401.12	5,392.94	14.16	14.22	90.00	130.00	42.00	150.00	121.74	28.26	5.308		
5,500.00	5,492.94	5,501.12	5,492.94	14.46	14.52	90.00	130.00	42.00	150.00	121.13	28.87	5.196		
5,600.00	5,592.94	5,601.12	5,592.94	14.77	14.83	90.00	130.00	42.00	150.00	120.52	29.48	5.087		
5,700.00	5,692.94	5,701.12	5,692.94	15.08	15.13	90.00	130.00	42.00	150.00	119.90	30.10	4.983		
E 000 00	E 702.04	E 901 12	5,792.94	15.39	15.44	90.00	130.00	42.00	150.00	119.27	30.73	4.882		
5,800.00	5,792.94	5,801.12			15.76		130.00	42.00	150.00	118.65	31.35	4.784		
5,900.00	5,892.94	5,901.12	5,892.94	15.70	16.07	90.00	130.00	42.00	150.00	118.01	31.99	4.690		
6,000.00	5,992.94	6,001.12	5,992.94	16.02		90.00	130.00	42.00	150.00	117.38	32.62	4.598		
6,100.00	6,092.94	6,101.12	6,092.94	16.33 16.65	16.39 16.70	90.00	130.00	42.00	150.00	116.74	33.26	4.510		
6,200.00	6,192.94	6,201.12	6,192.94	10.05	10.70	90.00	130.00	42.00	150.00	110.74	33.20	4.010		
6,300.00	6,292.94	6,301.12	6,292.94	16.97	17.02	90.00	130.00	42.00	150.00	116.10	33.90	4.425		
6,400.00	6,392.94	6,401.12	6,392.94	17.29	17.34	90.00	130.00	42.00	150.00	115.46	34.54	4.343		
6,500.00	6,492.94	6,501.12	6,492.94	17.46	17.50	90.00	130.00	42.00	150.00	115.14	34.86	4.302		
6,594.06	6,587.00	6,595.18	6,587.00	17.46	17.51	90.00	130.00	42.00	150.00	115.12	34.88	4.301 SF		
6,600.00	6,592.94	6,601.12	6,592.94	17.46	17.51	179.99	130.00	42.00	150.03	115.15	34.88	4.301		
6,650.00	6,642.85	6,651.03	6,642.85	17.47	17.52	179.99	130.00	42.00	152.73	117.83	34.89	4.377		
6,700.00	6,692.34	6,700.51	6,692.34	17.49	17.52	179.99	130.00	42.00	159.77	124.85	34.91	4.576		
6,750.00	6,741.02	6,749.20	6,741.02	17.53	17.53	179.99	130.00	42.00	171.09	136.15	34.94	4.897		
6,800.00	6,788.53	6,796.71	6,788.53	17.57	17.55	179.99	130.00	42.00	186.61	151.64	34.97	5.336		
6,850.00	6,834.51	6,842.69	6,834.51	17.62	17.56	179.99	130.00	42.00	206.22	171.21	35.01	5.891		
6 000 00	6,878.61	6,886.78	6,878.61	17.70	17.57	179.99	130.00	42.00	229.76	194.71	35.05	6.556		
6,900.00				17.70	17.59	179.99	130.00	42.00	257.05	221.96	35.09	7.325		
6,950.00	6,920.48	6,928.66 6,968.00	6,920.48 6,959.82	17.95	17.60	179.99	130.00	42.00	287.89	252.75	35.14	8.192		
7,000.00	6,959.82		6,996.32	18.13	17.61	179.99	130.00	42.00	322.04	286.85	35.19	9.151		
7,050.00 7,100.00	6,996.32 7,029.70	7,004.50 7,037.88	7,029.70	18.39	17.63	179.99	130.00	42.00	359.24	323.99	35.24	10.193		
7,100.00	1,029.10	7,037.00	1,023.10	10.55	17.00	170.00	100.00	42.00	000.27	020.00				
7,150.00	7,059.72	7,067.90	7,059.72	18.71	17.64	179.99	130.00	42.00	399.20	363.91	35.29	11.311		
7,200.00	7,086.14	7,094.32	7,086.14	19.12	17.65	179.99	130.00	42.00	441.64	406.30	35.34	12.497		
7,250.00	7,108.76	7,116.94	7,108.76	19.63	17.66	179.99	130.00	42.00	486.21	450.82	35.39	13.740		
7,300.00	7,127.41	7,135.58	7,127.41	20.23	17.67	179.99	130.00	42.00	532.59	497.16	35.43	15.034		
7,350.00	7,141.94	7,150.12	7,141.94	20.93	17.68	179.99	130.00	42.00	580.41	544.95	35.46	16.368		
									000.5-	F00 C0	05.10	47 705		
7,400.00	7,152.25	7,160.43	7,152.25	21.72	17.69	179.98	130.00	42.00	629.32		35.49	17.735		
7,450.00	7,158.26	7,166.44	7,158.26	22.59	17.69	179.97	130.00	42.00	678.94		35.50	19.124		
7,494.06	7,159.96	7,168.14	7,159.96	23.40	17.69	102.85	130.00	42.00	722.95		35.51	20.359		
7,500.00	7,159.96	7,168.14	7,159.96	23.52	17.69	102.95	130.00	42.00	728.90		35.51	20.525		
7,600.00	7,159.96	7,168.14	7,159.96	25.54	17.69	104.66	130.00	42.00	828.90	793.37	35.52	23.335		
7 700 00	7 150 00	7 100 14	7 150 00	27.74	17.69	106.33	130.00	42.00	928.90	893.36	35.53	26.142		
7,700.00		7,168.14				106.33	130.00	42.00	1,028.90		35.54	28.947		
7,800.00	7,159.96	7,168.14	7,159.96	30.06	17.69		130.00	42.00	1,128.90		35.56	31.748		
7,900.00	7,159.96	7,168.14	7,159.96	32.50	17.69	109.60			1,128.90			34.546		
8,000.00	7,159.96	7,168.14	7,159.96	35.02	17.69	111.19	130.00	42.00						
8,100.00	7,159.96	7,168.14	7,159.96	37.60	17.69	112.75	130.00	42.00	1,328.90	1,293.31	35.59	37.340		
8,200.00	7,159.96	7,168.14	7,159.96	40.24	17.69	114.27	130.00	42.00	1,428.90	1,393.29	35.61	40.130		
	7,159.96	7,168.14	7,159.97	42.92	17.69	115.75	130.00	42.00	1,528.90		35.63	42.915		
8,300.00	7,159.97	7,168.14	7,159.97	45.64	17.69	117.20	130.00	42.00	1,628.90		35.65	45.696		
8,400.00		7,168.14	7,159.97	48.38	17.69	118.61	130.00	42.00	1,728.90		35.67	48.472		
8,500.00	7,159.97													



Anticollision Report



Company: Project:

Matador Resources

Eddy County, NM

Pennzoil Federal 32 (112-122-132-202)

Local Co-ordinate Reference:

TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Site Error: Reference Well:

Reference Site:

0.00 usft No. 112H

Well Error:

0.00 usft

Reference Wellbore Reference Design:

ОН Prelim Plan A North Reference:

Survey Calculation Method:

Output errors are at

MD Reference:

Database:

Offset TVD Reference:

Grid

Minimum Curvature

2.00 sigma Well_Planner1 Offset Datum

Offset De	sign	Pennzo	il Federal	32 (112-122	2-132-202) - No. 1321	H - OH - Prelir	m Plan A				92) 70	Offset Site Error:	0.00 ust
Survey Progr				OWSG, 6500-M	MANAGEMENT OF STREET								Offset Well Error:	0.00 us
Refere	ence	Offse	et	Semi Major	Axis				Dista	ince				
Measured Depth	Vertical Depth	Measured Depth	Vertical Depth	Reference	Offset	Highside Toolface	Offset Wellbor	+E/-W	Between Centres	Between Ellipses	Minimum Separation	Separation Factor	Warning	
(usft)	(usft)	(usft)	(usft)	(usft)	(usft)	(°)	(usft)	(usft)	(usft)	(usft)	(usft)			
8,700.00	7,159.97	7,168.15	7,159.97	53.95	17.69	121.32	130.00	42.00	1,928.90	1,893.18	35.71	54.008		



Anticollision Report



Company: Project:

Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well: 0.00 usft No. 112H

Well Error: Reference Wellbore

0.00 usft OH

Reference Design:

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: **Survey Calculation Method:**

Output errors are at

Database:

Offset TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Grid

Minimum Curvature

2.00 sigma Well_Planner1

Offset Datum

Offset De	Delical West or		MATERIAL SECTION AND ADDRESS OF THE PARTY AND	NAMES OF THE OWNERS OF THE PARTY OF THE PARTY.		CONTRACTOR AND	H - OH - Prelim	n Plan A					Offset Site Error:	0.00 usf
rvey Prog		WD - OWSG, 2 Offs		OWSG, 6500-M Semi Major		G			Dist	ance			Offset Well Error:	0.00 us
leasured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Minimum Separation (usft)	Separation Factor	Warning	
0.00	0.00	0.00	0.00	0.00	0.00	180.00	-90.00	0.00	90.00		ATLANTIC STANSFOR BUTTO		and the second s	
100.00	100.00	100.00	100.00	0.13	0.13	180.00	-90.00	0.00	90.00	89.74	0.26	351.141		
200.00	200.00	200.00	200.00	0.49	0.49	180.00	-90.00	0.00	90.00	89.03	0.97	92.474		
300.00	300.00	300.00	300.00	0.85	0.85	180.00	-90.00	0.00	90.00	88.31	1.69	53.248		
400.00	400.00	400.00	400.00	1.20	1.20	180.00	-90.00	0.00	90.00	87.59	2.41	37.389		
500.00	500.00	500.00	500.00°	1.56	1.56	180.00	-90.00	0.00	90.00	86.88	3.12	28.808 C	C, ES	
600.00	599.98	599.98	599.98	1.92	1.92	-140.96	-90.00	0.00	91.35	87.51	3.84	23.791		
700.00	699.84	699.84	699.84	2.28	2.28	-142.89	-90.00	0.00	95.47	90.92	4.56	20.951		
750.00	749.68	749.68	749.68	2.46	2.46	-144.23	-90.00	0.00	98.63	93.71	4.92	20.057		
800.00	799.49	799.49	799.49	2.64	2.64	-145.65	-90.00	0.00	102.20	96.93	5.28	19.368		
900.00	899.11	902.23	902.21	3.01	3.00	-148.87	-88.39	0.86	108.09	102.09	6.00	18.003		
1,000.00	998.73	1,004.96	1,004.79	3.38	3.37	-152.94	-83.53	3.44	111.53	104.80	6.73	16.565		
1,100.00	1,098.35	1,105.83	1,105.30	3.75	3.74	-157.74	-76.08	7.40	113.33	105.87	7.46	15.201		
1,200.00	1,197.97	1,205.35	1,204.45	4.13	4.10	-162.43	-68.42	11.48	115.66	107.49	8.18	14.146		
1,300.00	1,297.59	1,304.88	1,303.60	4.50	4.46	-166.92	-60.76	15.55	118.75	109.85	8.90	13.343		
1,400.00	1,397.21	1,404.41	1,402.75	4.88	4.83	-171.15	-53.10	19.62	122.52	112.90	9.63	12.730		
1,500.00	1,496.83	1,503.94	1,501.90	5.26	5.20	-175.11	-45.44	23.70	126.93	116.58	10.35	12.260		
1,600.00	1,596.45	1,603.47	1,601.04	5.64	5.57	-178.79	-37.79	27.77	131.90	120.82	11.08	11.901		
1,700.00	1,696.07	1,703.00	1,700.19	6.02	5.94	177.81	-30.13	31.84	137.38	125.57	11.82	11.627		
1,800.00	1,795.69	1,802.52	1,799.34	6.40	6.31	174.68	-22.47	35.91	143.31	130.76	12.55	11.419		
1,900.00	1,895.31	1,902.05	1,898.49	6.78	6.69	171.80	-14.81	39.99	149.63	136.35	13.29	11.262		
2,000.00	1,994.93	2,001.58	1,997.64	7.16	7.06	169.16	-7.15	44.06	156.30	142.28	14.02	11.147		
2,100.00	2,094.55	2,101.11	2,096.79	7.37	7.26	166.74	0.51	48.13	163.27	148.86	14.41	11.329		
2,200.00	2,194.17	2,200.64	2,195.94	7.42	7.30	164.52	8.17	52.21	170.51	156.04	14.48	11.776		
2,300.00	2,293.78	2,300.17	2,295.09	7.49	7.37	162.49	15.83	56.28	177.99	163.40	14.59	12.203		
2,400.00	2,393.40	2,399.69	2,394.24	7.57	7.45	160.62	23.48	60.35	185.67	170.94	14.73	12.604		
2,439.00	2,432.26	2,438.51	2,432.91	7.61	7.49	159.93	26.47	61.94	188.72	173.92	14.80	12.751		
2,500.00	2,493.08	2,499.25	2,493.42	7.68	7.55	158.86	31.15	64.43	192.93	178.01	14.91	12.937		
2,600.00	2,592.95	2,598.91	2,592.70	7.78	7.67	156.87	38.81	68.51	197.40	182.27	15.13	13.049		
2,689.00	2,681.94	2,687.60	2,681.06	7.88	7.79	115.09	45.64	72.14	198.91	183.57	15.35	12.962		
2,700.00	2,692.94	2,698.56	2,691.97	7.89	7.81	114.82	46.48	72.58	198.96	183.59	15.37	12.942		
2,800.00	2,792.94	2,798.18	2,791.21	8.00	7.96	112.33	54.15	76.66	199.64	183.99	15.65	12.758		
2,900.00	2,892.94	2,897.80	2,890.45	8.13	8.12	109.86	61.81	80.74	200.69	184.74	15.95	12.582		
3,000.00	2,992.94	2,997.42	2,989.69	8.26	8.30	107.43	69.48	84.81	202.12	185.83	16.28	12.415		
3,100.00	3,092.94	3,097.04	3,088.93	8.42	8.50	105.03	77.15	88.89	203.90	187.27	16.63	12.258		
3,200.00	3,192.94	3,196.66	3,188.17	8.58	8.70	102.67	84.81	92.97	206.04	189.03	17.01	12.113		
3,300.00	3,292.94	3,296.28	3,287.41	8.76	8.92	100.37	92.48	97.04	208.52	191.12	17.41	11.979		
3,400.00	3,392.94	3,395.90	3,386.65	8.95	9.15	98.13	100.14	101.12	211.34	193.51	17.82	11.858		
3,500.00	3,492.94	3,495.52	3,485.89	9.14	9.39	95.94	107.81	105.20	214.47	196.21	18.26	11.748		
3,600.00	3,592.94	3,595.14	3,585.13	9.35	9.63	93.82	115.47	109.28	217.90	199.20	18.70	11.650		
3,700.00	3,692.94	3,696.03	3,685.66	9.57	9.89	91.81	123.03	113.29	221.52	202.35	19.17	11.553		
3,800.00	3,792.94	3,799.52	3,788.99	9.79	10.15	90.47	128.16	116.02	224.06	204.41	19.66	11.398		
3,900.00	3,892.94	3,903.30	3,892.73	10.02	10.39	90.00	130.00	117.00	225.00	204.86	20.14	11.173		
4,000.00	3,992.94	4,003.50	3,992.94	10.26	10.62	90.00	130.00	117.00	225.00	204.39	20.61	10.915		
4,100.00	4,092.94	4,103.50	4,092.94	10.51	10.86	90.00	130.00	117.00	225.00	203.90	21.10	10.662		
4,200.00	4,192.94	4,203.50	4,192.94	10.76	11.10	90.00	130.00	117.00	225.00	203.40	21.60	10.415		
4,300.00	4,292.94	4,303.50	4,292.94	11.02	11.35	90.00	130.00	117.00	225.00	202.88	22.12	10.174		
4,400.00	4,392.94	4,403.50	4,392.94	11.29	11.60	90.00	130.00	117.00	225.00	202.36	22.64	9.938		
4,500.00	4,492.94	4,503.50	4,492.94	11.55	11.86	90.00	130.00	117.00	225.00	201.83	23.17	9.709		
4,600.00	4,592.94	4,603.50	4,592.94	11.83	12.13	90.00	130.00	117.00	225.00	201.28	23.72	9.486		
4,700.00	4,692.94	4,703.50	4,692.94	12.11	12.40	90.00	130.00	117.00	225.00	200.73	24.27	9.270		



Anticollision Report



Company: Project:

Matador Resources

Eddy County, NM

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well:

Reference Site:

0.00 usft No. 112H 0.00 usft

OH

Well Error: Reference Wellbore

Reference Design:

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Output errors are at

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5' (Patt809))

Grid

Minimum Curvature

2.00 sigma Well_Planner1

Offset Datum

Prelim Plan A	Offset TVD Reference:
CONTRACTOR OF THE PROPERTY OF	Principle (No. Octobro) of the National State of the Stat

Database:

offset De							H - OH - Prelim	Plan A					Offset Site Error:	0.00 us
urvey Prog		WD - OWSG, 20 Offse		OWSG, 6500-M Semi Major		3			Dista	nce			Offset Well Error:	0.00 us
leasured Depth	Vertical Depth	Measured Depth	Vertical Depth	Reference	Offset	Highside Toolface	Offset Wellbore	Centre +E/-W	Between Centres	Between Ellipses	Minimum Separation	Separation Factor	Warning	
(usft)	(usft)	(usft)	(usft)	(usft)	(usft)	(°)	(usft)	(usft)	(usft)	(usft)	(usft)			
4,800.00	4,792.94	4,803.50	4,792.94	12.39	12.67	90.00	130.00	117.00	225.00	200.17	24.83	9.061		
4,900.00	4,892.94	4,903.50	4,892.94	12.67	12.95	90.00	130.00	117.00	225.00	199.60	25.40	8.858		
5,000.00	4,992.94	5,003.50	4,992.94	12.96	13.24	90.00	130.00	117.00	225.00	199.02	25.98	8.661		
5,100.00	5,092.94	5,103.50	5,092.94	13.26	13.52	90.00	130.00	117.00	225.00	198.44	26.56	8.471		
5,200.00	5,192.94	5,203.50	5,192.94	13.55	13.81	90.00	130.00	117.00	225.00	197.85	27.15	8.287		
5,300.00	5,292.94	5,303.50	5,292.94	13.85	14.10	90.00	130.00	117.00	225.00	197.25	27.75	8.109		
5,400.00	5,392.94	5,403.50	5,392.94	14.16	14.40	90.00	130.00	117.00	225.00	196.65	28.35	7.937		
5,500.00	5,492.94	5,503.50	5,492.94	14.46	14.70	90.00	130.00	117.00	225.00	196.05	28.95	7.771		
5,600.00	5,592.94	5,603.50	5,592.94	14.77	15.00	90.00	130.00	117.00	225.00	195.43	29.57	7.610		
5,700.00	5,692.94	5,703.50	5,692.94	15.08	15.30	90.00	130.00	117.00	225.00	194.82	30.18	7.455		
5,800.00	5,792.94	5,803.50	5,792.94	15.39	15.61	90.00	130.00	117.00	225.00	194.20	30.80	7.304		
5,900.00	5,892.94	5,903.50	5,892.94	15.70	15.91	90.00	130.00	117.00	225.00	193.57	31.43	7.159		
6,000.00	5,992.94	6,003.50	5,992.94	16.02	16.23	90.00	130.00	117.00	225.00	192.94	32.06	7.019		
6,100.00	6,092.94	6,103.50	6,092.94	16.33	16.54	90.00	130.00	117.00	225.00	192.31	32.69	6.883		
6,200.00	6,192.94	6,203.50	6,192.94	16.65	16.85	90.00	130.00	117.00	225.00	191.68	33.32	6.752		
6,300.00	6,292.94	6,303.50	6,292.94	16.97	17.17	90.00	130.00	117.00	225.00	191.04	33.96	6.625		
6,400.00	6,392.94	6,403.50	6,392.94	17.29	17.48	90.00	130.00	117.00	225.00	190.40	34.60	6.503		
6,500.00	6,492.94	6,503.50	6,492.94	17.46	17.63	90.00	130.00	117.00	225.00	190.08	34.92	6.444		
6,594.06	6,587.00	6,597.56	6,587.00	17.46	17.64	90.00	130.00	117.00	225.00	190.07	34.93	6.441 SF		
6,600.00	6,592.94	6,603.50	6,592.94	17.46	17.64	179.99	130.00	117.00	225.03	190.10	34.93	6.442		
6,650.00	6,642.85	6,653.41	6,642.85	17.47	17.65	179.99	130.00	117.00	227.73	192.78	34.95	6.516		
6,700.00	6,692.34	6,702.90	6,692.34	17.49	17.66	179.99	130.00	117.00	234.77	199.80	34.97	6.714		
6,750.00	6,741.02	6,751.58	6,741.02	17.53	17.67	179.99	130.00	117.00	246.09	211.10	34.99	7.033		
6,800.00	6,788.53	6,799.09	6,788.53	17.57	17.68	179.99	130.00	117.00	261.61	226.59	35.02	7.470		
6,850.00	6,834.51	6,845.07	6,834.51	17.62	17.69	179.99	130.00	117.00	281.22	246.16	35.06	8.021		
6,900.00	6,878.61	6,889.17	6,878.61	17.70	17.70	179.99	130.00	117.00	304.76	269.66	35.10	8.683		
6,950.00	6,920.48	6,931.04	6,920.48	17.81	17.72	179.99	130.00	117.00	332.05	296.90	35.15	9.448		
7,000.00	6,959.82	6,970.38	6,959.82	17.95	17.73	179.99	130.00	117.00	362.89	327.69	35.19	10.311		
7,050.00	6,996.32	7,006.88	6,996.32	18.13	17.74	179.99	130.00	117.00	397.04	361.79	35.24	11.266		
7,100.00	7,029.70	7,040.27	7,029.70	18.39	17.76	179.99	130.00	117.00	434.24	398.94	35.30	12.303		
7,150.00	7,059.72	7,070.28	7,059.72	18.71	17.77	179.99	130.00	117.00	474.20	438.86	35.35	13.416		
7,200.00	7,086.14	7,096.70	7,086.14	19.12	17.78	179.99	130.00	117.00	516.64	481.24	35.39	14.597		
7,250.00	7,108.76	7,119.32	7,108.76	19.63	17.79	179.99	130.00	117.00	561.21	525.77	35.44	15.836		
7,300.00	7,127.41	7,137.97	7,127.41	20.23	17.80	179.99	130.00	117.00	607.59	572.11	35.48	17.125		
7,350.00	7,141.94	7,152.50	7,141.94	20.93	17.81	179.99	130.00	117.00	655.41	619.90	35.51	18.456		
7,400.00	7,152.25	7,162.82	7,152.25	21.72	17.82	179.98	130.00	117.00	704.32	668.78	35.54	19.819		
7,450.00	7,158.26	7,168.83	7,158.26	22.59	17.82	179.96	130.00	117.00	753.94	718.38	35.56	21.204		
7,494.06	7,159.96	7,170.52	7,159.96	23.40	17.82	99.53	130.00	117.00	797.95	762.39	35.56	22.437		
7,500.00	7,159.96	7,170.52	7,159.96	23.52	17.82	99.60	130.00	117.00	803.90	768.33	35.56	22.604		
7,600.00	7,159.96	7,170.52	7,159.96	25.54	17.82	100.76	130.00	117.00	903.90	868.32	35.57	25.409		
7,700.00	7,159.96	7,170.52	7,159.96	27.74	17.82	101.92	130.00	117.00	1,003.90	968.31	35.59	28.211		
7,800.00	7,159.96	7,170.52	7,159.96	30.06	17.82	103.07	130.00	117.00	1,103.90	1,068.30	35.60	31.010		
7,900.00	7,159.96	7,170.52	7,159.96	32.50	17.82	104.21	130.00	117.00	1,203.90	1,168.29	35.61	33.807		
8,000.00	7,159.96	7,170.52	7,159.96	35.02	17.82	105.34	130.00	117.00	1,303.90	1,268.27	35.63	36.599		
8,100.00	7,159.96	7,170.53	7,159.96	37.60	17.82	106.45	130.00	117.00	1,403.90	1,368.25	35.64	39.388		
8,200.00	7,159.96	7,170.53	7,159.96	40.24	17.82	107.55	130.00	117.00	1,503.90	1,468.24	35.66	42.173		
8,300.00	7,159.97	7,170.53	7,159.97	42.92	17.82	108.64	130.00	117.00	1,603.90	1,568.22	35.68	44.954		
8,400.00	7,159.97	7,170.53	7,159.97	45.64	17.82	109.72	130.00	117.00	1,703.90	1,668.20	35.70	47.729		
8,500.00	7,159.97	7,170.53	7,159.97	48.38	17.82	110.78	130.00	117.00	1,803.90	1,768.18	35.72	50.500		



Anticollision Report



Company: Project:

Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well: Well Error:

0.00 usft No. 112H 0.00 usft

Reference Wellbore Reference Design:

Prelim Plan A

Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Database:

Output errors are at

Offset TVD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Grid

Minimum Curvature

2.00 sigma

Well Planner1

Offset Datum

Reference Depths are relative to Well @ 3291.50usft (GL: 3263' + KB:

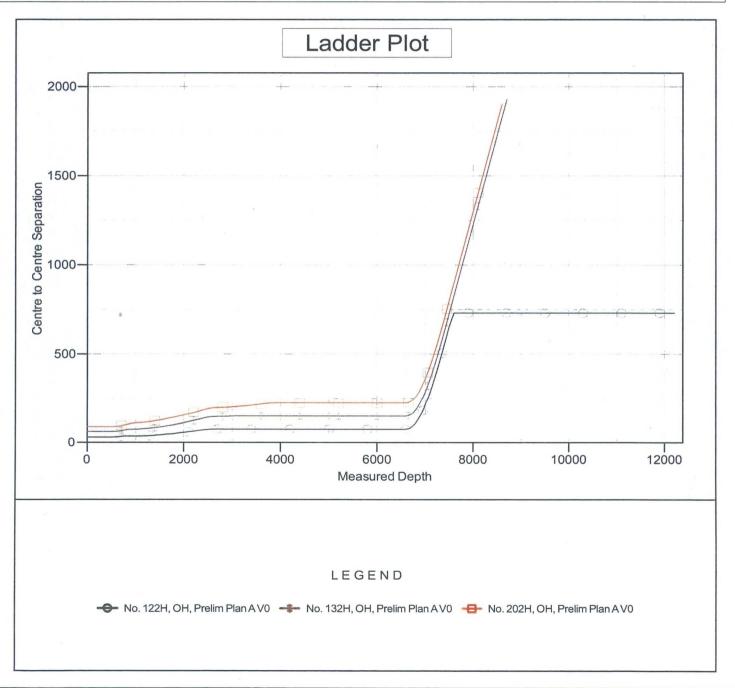
Offset Depths are relative to Offset Datum

Central Meridian is 104° 20' 0.000 W

Coordinates are relative to: No. 112H

Coordinate System is US State Plane 1927 (Exact solution), New Mexico East 30

Grid Convergence at Surface is: 0.13°





Anticollision Report



Company: Project: Matador Resources

Eddy County, NM

Reference Site:

Pennzoil Federal 32 (112-122-132-202)

Site Error: Reference Well:

Well Error:

0.00 usft No. 112H 0.00 usft

OH

Reference Wellbore Reference Design:

Prelim Plan A

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

Well No. 112H

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809))

Well @ 3291.50usft (GL: 3263' + KB: 28.5'

(Patt809)) Grid

North Reference:

Survey Calculation Method:

Output errors are at

Offset TVD Reference:

Database:

Minimum Curvature 2.00 sigma

2.00 sigma Well_Planner1

Offset Datum

Reference Depths are relative to Well @ 3291.50usft (GL: 3263' + KB:

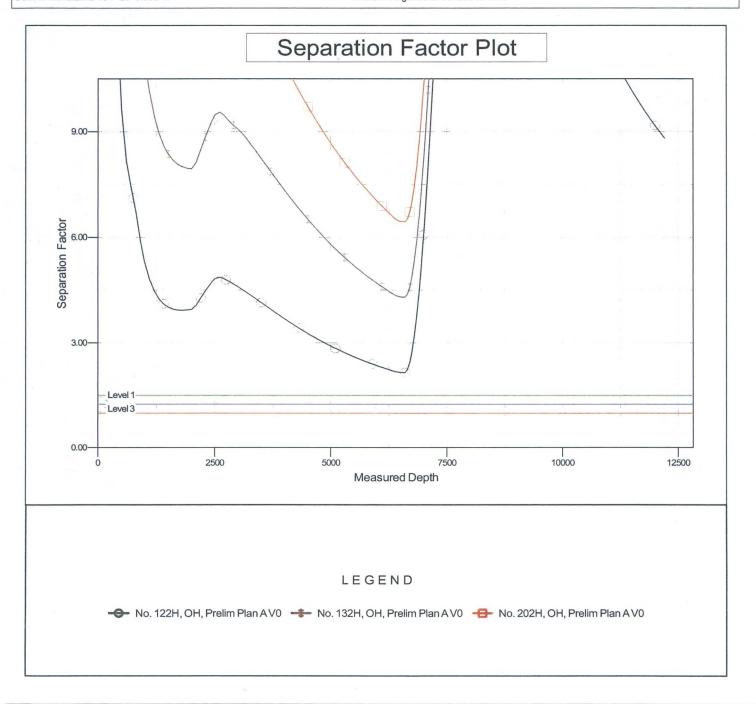
Offset Depths are relative to Offset Datum

Central Meridian is 104° 20' 0.000 W

Coordinates are relative to: No. 112H

Coordinate System is US State Plane 1927 (Exact solution), New Mexico East 30

Grid Convergence at Surface is: 0.13°





Hydrogen Sulfide Drilling

Operations Plan

Matador Resources

1 H2S safety instructions to the following:

- Characteristics of H2S
- Physical effects and hazards
- Principal and operation of H2S detectors, warning system, and briefing areas
- Evacuation procedures, routes, and first aid
- Proper use of safety equipment & life support systems
- Essential personnel meeting medical evaluation criteria will receive additional training on the proper use of 30-minute pressure demand air packs.

2 H2S Detection and Alarm Systems:

- H2S sensor/detectors will be located on the drilling rig floor, in the base of the sub structure / cellar area, and on the mud pits in the shale shaker area. Additional H2S detectors may be placed as deemed necessary.
- An audio alarm system will be installed on the derrick floor and in the doghouse.

3 Windsocks and / Wind Streamers:

- Windsocks at mud pit area should be high enough to be visible.
- Windsock on the rig floor and / top of doghouse should be high enough to be visible.

4 Condition Flags and Signs:

- Warning sign on access road to location
- Flags to be displayed on sign at entrance to location
 - o Green Flag Normal Safe Operation Condition
 - o Yellow Flag Potential Pressure and Danger
 - Red Flag Danger (H2S present in dangerous concentrations) Only H2S trained personnel admitted on location

5 Well Control Equipment:

See APD

6 Communication:

- While working under masks, chalkboards will be used for communications.
- Hand signals will be used where chalkboard is inappropriate.
- Two way radio will be used to communicate off location in case of emergency help is required.
 In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.



7 **Drill Stem Testing:**

No DST or cores are planned at this time.

8 Drilling contractor supervisor will be required to be familiar with the effects H2S has on tubulars good and other mechanical equipment.

9 If H2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H2S scavengers if necessary.

11 Emergency Contacts

See APD

H2S Contingency Plan Emergency Contacts Matador Production Company T20S, R29E, Eddy County, NM

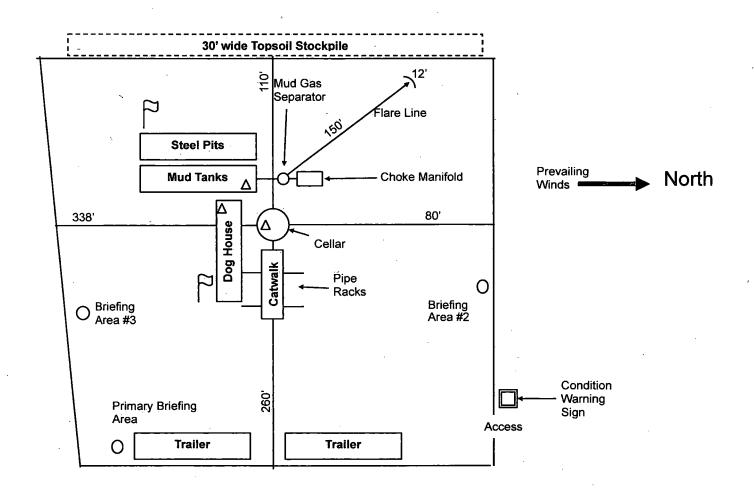
Company Office			
Matador Production Company	(972)-371-5200		
Key Personnel		ϵ	
Name	Title	Office	Mobile
Billy Goodwin	Vice President Drilling	972-371-5210	817-522-2928
Gary Martin	Drilling Superintendent		601-669-1774
Dee Smith	Drilling Superintendent	972-371-5447	972-822-1010
Aaron Byrd	Drilling Engineer	972-371-5267	214-507-2333
	Construction Superintendent		
	Construction Superintendent		
<u>Artesia</u>			, i
Ambulance		911	
State Police		575-746-2703	
City Police		575-746-2703	
Sheriff's Office		575-746-9888	·
Fire Department		575-746-2701	
Local Emergency Planning Committe	ee	575-746-2122	
New Mexico Oil Conservation Division	on	575-748-1283	
Carlsbad			
Ambulance		911	
State Police		575-885-3137	۴
City Police		575-885-2111	
Sheriff's Office		575-887-7551	
Fire Department		575-887-3798	
Local Emergency Planning Committee	ee	575-885-3581	
Santa Fe		•	
New Mexico Emergency Response C	Commission (Santa Fe)	505-476-9600	
New Mexico Emergency Response C	Commission (Santa Fe) 24 hrs	505-827-9126	
New Mexico State Emergency Operation	ations Center	505-476-9635	
<u>National</u>			
Carlsbad BLM	· · · · · · · · · · · · · · · · · · ·	575-234-5972	Í
National Emergency Response Cent	er (Washington, D.C.)	800-424-8802	
<u>Medical</u>		. ·	
Flight for Life- 4000 24th St.; Lubboo	ck, TX	806-743-9911	
Aerocare- R3, Box 49F; Lubbock, TX		806-747-8923	
Med Flight Air Amb- 2301 Yale Blvd		505-842-4433	
SB Air Med Service- 2505 Clark Carr	Loop S.E.; Albuquerque, NM	505-842-4949	6
<u>Other</u>			
Boots & Coots IWC		800-256-9688	or 281-931-8884
Cudd Pressure Control		432-699-0139	or 432-563-3356
Haliburton		575-746-2757	
B.J. Services		575-746-3569	

H2S Rig Layout

Pennzoil 32 Fed 112H Eddy County, NM (not to scale)

Wind Direction Indicator

O Briefing Areas



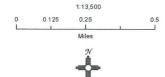


Matador Production Company

Pennzoil Fed 32 #112H H²S Contingency Plan: 1 Mile Radius Map

Section 33, Township 20S, Range 29E Eddy County, New Mexico

Surface Hole Location

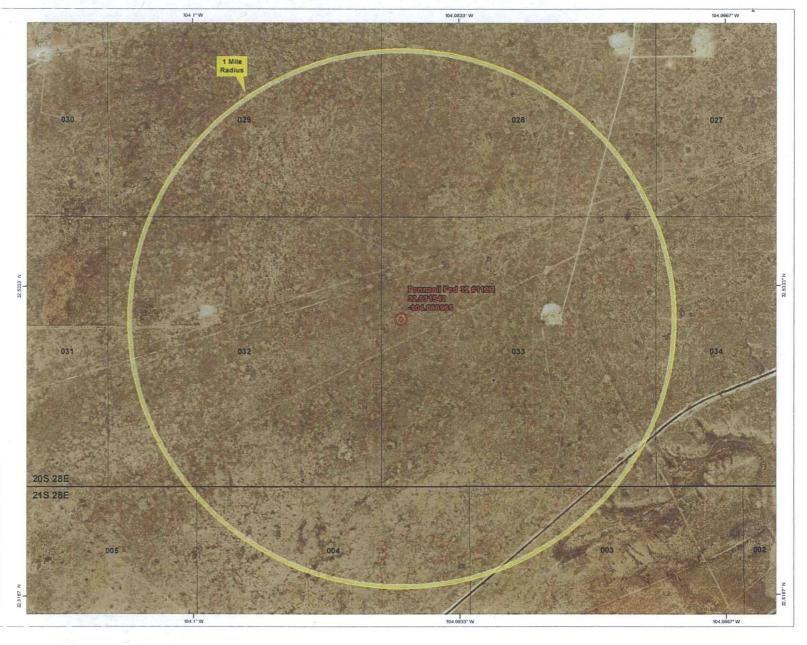


NAD 1927 New Mexico State Plane East FIPS 3001 Feet

PERMITS WEST ..

Prepared by Permits West, Inc., October 9, 2016 for Matador Production Company



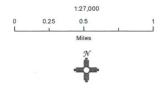


Matador Production Company

Pennzoil Fed 32 #112H H₂S Contingency Plan: 2 Mile Radius Map

Section 33, Township 20S, Range 29E Eddy County, New Mexico

Surface Hole Location

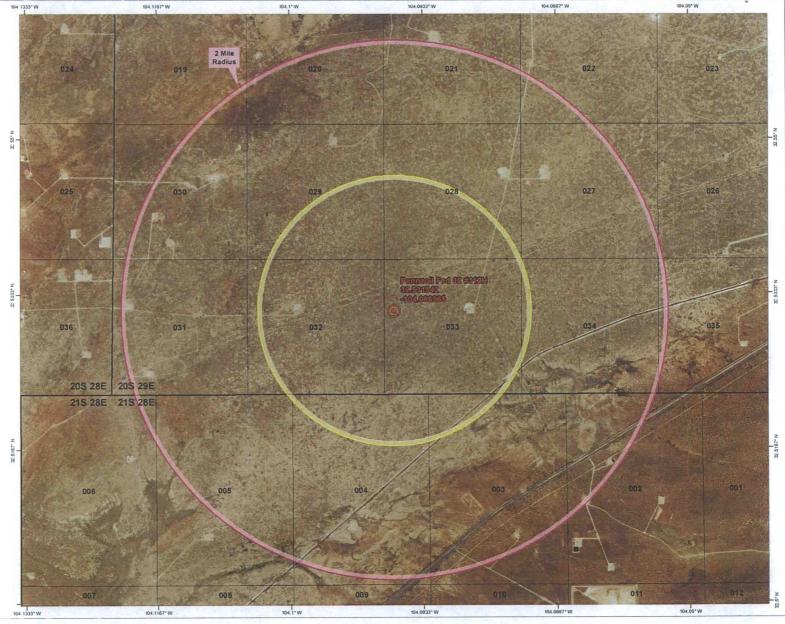


NAD 1927 New Mexico State Plane East FIPS 3001 Feet

PERMYTS WEST

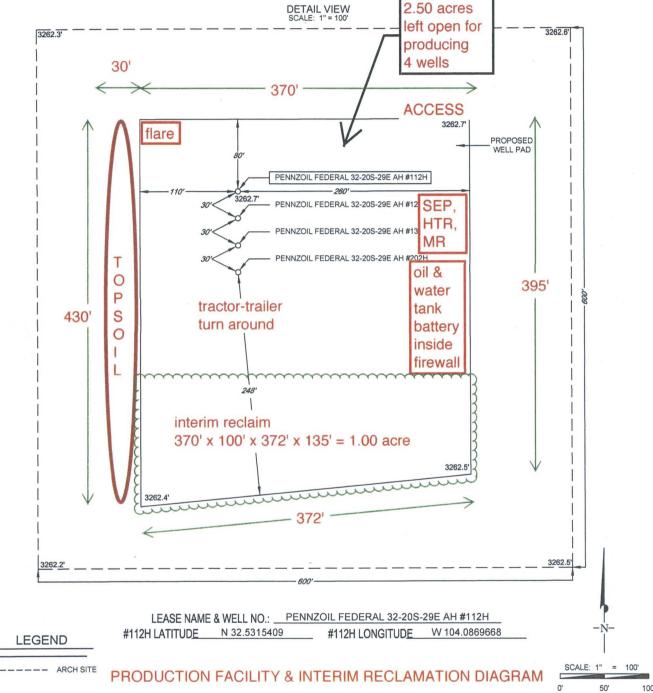
Prepared by Permits West, Inc., October 9, 2016 for Matador Production Company





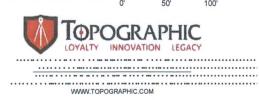


SECTION 33, TOWNSHIP 20-S, RANGE 29-E, N.M.P.M. EDDY COUNTY, NEW MEXICO



ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO STATE PLANE COORDINATE SYSTEM, EAST ZONE OF THE NORTH AMERICAN DATUM 1927, U.S. SURVEY FEET

THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY MATADOR PRODUCTION COMPANY. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.



Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

Surface Use Plan

1. ROAD DIRECTIONS & DESCRIPTIONS (See MAPS 1-4)

From the junction of US 285 and Us 62/180 in Carlsbad...

Go East 14.4 miles on paved US 62/180 to the equivalent of Mile Post 49.4

Then turn left and go North 2.1 miles on paved County Road 238

Then turn left and go West 1.95 mile on paved County Road 238

Then turn left and go South 1.95 mile on a caliche road.

Then turn right and go Southwest 3844.67' cross-country

Then turn left and go Southeast 749.24' cross-country to the proposed pad

Non-county roads will be maintained as needed to Gold Book standards. This includes pulling ditches, preserving the crown, and cleaning culverts. This will be done at least once a year, and more often as needed. Caliche will be hauled from the existing Constructors, Inc. pit on private land in NWNE 34-21s-27e.

2. ROAD TO BE BUILT OR UPGRADED (See MAPS 2-4)

The 4593.91' of new road to the well will be crowned and ditched, have a 14' wide driving surface, and be surfaced with caliche. Maximum disturbed width = 30'. Maximum grade = 1%. Maximum cut or fill = 2'.

Straw wattles will be installed on the north side of the road along segments A2 and A3. Borrow ditches will turn out every ≈500', except on the north side of Segments A2 and A3. No cattle guard, culvert, or vehicle turn out is needed.

Upgrading of will consist of filling potholes with caliche on the existing road. A right-of-way application for the existing road is being filed.



Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

3. EXISTING WELLS (See MAP 2)

Gas and P & A wells are within a mile. No oil, injection, disposal, or water well is within a mile.

4. PROPOSED PRODUCTION FACILITIES (See MAPS 3 & 5)

A tank battery will be built on the east side of the pad. A \approx 6" O. D. steel gas line will be buried 4491.94' parallel to the new road. Power line plans have not been finalized.

5. WATER SUPPLY (See MAPS 1-4)

Water will be trucked from existing water wells (C 0370 & C 03607) on private land in NENE 24-21s-27e.

6. CONSTRUCTION MATERIALS & METHODS

NM One Call (811) will be notified before construction starts. Top ≈ 6 " of soil and brush will be stockpiled west of the pad. Pipe racks will be to the east. A closed loop drilling system will be used. Caliche will be hauled from the existing Constructors, Inc. pit on private land in NWNE 34-21s-27e.

7. WASTE DISPOSAL

All trash will be placed in a portable trash cage. It will be hauled to the Eddy County landfill. There will be no trash burning. Contents (drill cuttings, mud, salts, and other chemicals) of the mud tanks will be hauled to CRI's state approved (NM-01-0006) disposal site. Human waste will be disposed of in chemical toilets and hauled to the Carlsbad wastewater treatment plant.



Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

8. ANCILLARY FACILITIES

There will be no airstrip or camp. Camper trailers will be on location for the company man, tool pusher, or mud logger.

9. WELL SITE LAYOUT

See Rig Diagram for depictions of the well pad, trash cage, access onto the location, parking, living facilities, and rig orientation.

10. RECLAMATION

Interim reclamation will consist of shrinking the pad $\approx 29\%$ by removing caliche and reclaiming the south side (350' x 100' x 352' x 135'), leaving 2.5 acres around the production equipment. Disturbed areas will be contoured to match pre-construction grades. Soil and brush will be evenly spread over disturbed areas. Disturbed areas will be seeded in accordance with BLM requirements. Enough stockpiled topsoil will be retained to cover the remainder of the pad when the wells are plugged. Once the last well is plugged, then the remainder of the pad and new road will be similarly reclaimed. Noxious weeds will be controlled.

11. SURFACE OWNER

All construction will be on BLM

12. OTHER INFORMATION

On site inspection was held with Vance Wolf and Stan Allison (both BLM) on June 16, 2016. Matador will contribute to the archaeology fund.



Matador Production Company Pennzoil 32 Fed 112H SHL 2000' FNL & 348' FWL Sec. 33 BHL 1870' FNL & 240' FWL Sec. 32 T. 20 S., R. 29 E., Eddy County, NM

CERTIFICATION

I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U. S. C. 1001 for the filing of false statements. Executed this 11th day of November, 2016.

Brian Wood, Consultant

Permits West, Inc.

37 Verano Loop, Santa Fe, NM 87508

(505) 466-8120

FAX: (505) 466-9682

Cellular: (505) 699-2276

Field representative will be:

Sam Pryor, Senior Staff Landman Matador Production Company 5400 LBJ Freeway, Suite 1500

Dallas TX 75240

Phone: (972) 371-5241 FAX: (214) 866-4841



PECOS DISTRICT DRILLING OPERATIONS CONDITIONS OF APPROVAL

OPERATOR'S NAME: Matador Production Company

LEASE NO.: | NMNM04825

WELL NAME & NO.: | 112H-Pennzoil 32 Fed SURFACE HOLE FOOTAGE: | 2000'/N & 348'/W

BOTTOM HOLE FOOTAGE | 1870'/N & 240'/W, 32 LOCATION: | Section 33, T.20 S., R.29 E., NMPM

COUNTY: | Eddy County, New Mexico

A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

a. Spudding well (minimum of 24 hours)

b. Setting and/or Cementing of all casing strings (minimum of 4 hours)

c. BOPE tests (minimum of 4 hours)

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- 1. Although Hydrogen Sulfide has not been reported in the area, it is always a potential hazard. It is recommended that monitoring equipment be onsite for potential Hydrogen Sulfide. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, report measured amounts and formations to the BLM.
- 2. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval. If the drilling rig is removed without approval an Incident of Non-Compliance will be written and will be a "Major" violation.
- 3. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works is located, this does not include the dog house or stairway area.
- 4. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well vertical portion of hole) shall be submitted to the BLM

office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

B. CASING

Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) for Water Basin:

After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements.

Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

High Cave/Karst

Capitan Reef

Possible water flows in the Artesia Group and Salado.

Possibility of lost circulation in the Artesia Group, Rustler, Capitan Reef, and Delaware.

A MINIMUM OF TWO CASING STRINGS CEMENTED TO SURFACE IS REQUIRED IN HIGH CAVE/KARST AREAS. THE CEMENT MUST BE IN A SOLID SHEATH. THEREFORE, ONE INCH OPERATIONS ARE NOT SUFFICIENT TO PROTECT CAVE KARST RESOURCES. A CASING DESIGN THAT HAS A ONE INCH JOB PERFORMED DOES NOT COUNT AS A SOLID SHEATH.

- 1. The 20 inch surface casing shall be set at approximately 400 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. If salt is encountered, set casing at least 25 feet above the salt.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 13-3/8 inch 1st intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst.
- 3. The minimum required fill of cement behind the 9-5/8 inch 2nd intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to Capitan Reef.
- 4. The minimum required fill of cement behind the 5-1/2 inch production casing is:
 - □ Cement should tie-back at least 50 feet above the Capitan Reef which is 1350 feet (Top of Capitan Reef at 1400 feet). Operator shall provide method of verification. Excess calculated to 22% additional cement might be required.
- 5. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

C. PRESSURE CONTROL

- 1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API 53.
- 2. Variance approved to use flex line from BOP to choke manifold. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).
- 3. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 20 inch surface casing shoe shall be 2000 (2M) annular.

Option 1:

- i. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13-3/8 inch first intermediate casing shoe shall be 2000 (2M) psi.
- ii. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 9-5/8 inch second intermediate casing shoe shall be 3000 (3M) psi.

Option 2:

- i. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the first intermediate casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 13-3/8 inch first intermediate casing shoe shall be 3000 (3M) psi.
 - a. Wellhead shall be installed by manufacturer's representatives, submit-documentation with subsequent sundry.
 - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.

- c. Manufacturer representative shall install the test plug for the initial BOP test.
- d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
- 4. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).
 - b. The tests shall be done by an independent service company utilizing a test plug **not** a **cup** or **J-packer**. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
 - c. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
 - d. The results of the test shall be reported to the appropriate BLM office.
 - e. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
 - f. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.

D. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

E. WASTE MATERIAL AND FLUIDS

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.

F. SPECIAL REQUIREMENT(S)

Communitization Agreement

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

Well Name

Operator must submit sundry to add "Com" to the well name.

MHH 06282017

PECOS DISTRICT SURFACE USE CONDITIONS OF APPROVAL

OPERATOR'S NAME:

LEASE NO.:

WELL NAME & NO.:

SURFACE HOLE FOOTAGE:

BOTTOM HOLE FOOTAGE

LOCATION:

COUNTY:

Matador Production Company

NMNM04825

112H-Pennzoil 32 Fed

2000'/N & 348'/W

1870'/N & 240'/W, 32

Section 33, T.20 S., R.29 E., NMPM

Eddy County, New Mexico

TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
Noxious Weeds
Special Requirements
Cave/Karst
Watershed
Construction
Notification
Topsoil
Closed Loop System
Federal Mineral Material Pits
Well Pads
Roads
Road Section Diagram
☑ Production (Post Drilling)
Well Structures & Facilities
Pipelines
☐ Interim Reclamation
Final Abandonment & Reclamation

I. GENERAL PROVISIONS

The approval of the Application For Permit To Drill (APD) is in compliance with all applicable laws and regulations: 43 Code of Federal Regulations 3160, the lease terms, Onshore Oil and Gas Orders, Notices To Lessees, New Mexico Oil Conservation Division (NMOCD) Rules, National Historical Preservation Act As Amended, and instructions and orders of the Authorized Officer. Any request for a variance shall be submitted to the Authorized Officer on Form 3160-5, Sundry Notices and Report on Wells.

II. PERMIT EXPIRATION

If the permit terminates prior to drilling and drilling cannot be commenced within 60 days after expiration, an operator is required to submit Form 3160-5, Sundry Notices and Reports on Wells, requesting surface reclamation requirements for any surface disturbance. However, if the operator will be able to initiate drilling within 60 days after the expiration of the permit, the operator must have set the conductor pipe in order to allow for an extension of 60 days beyond the expiration date of the APD. (Filing of a Sundry Notice is required for this 60 day extension.)

III. ARCHAEOLOGICAL, PALEONTOLOGY & HISTORICAL SITES

Any cultural and/or paleontological resource discovered by the operator or by any person working on the operator's behalf shall immediately report such findings to the Authorized Officer. The operator is fully accountable for the actions of their contractors and subcontractors. The operator shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery shall be made by the Authorized Officer to determine the appropriate actions that shall be required to prevent the loss of significant cultural or scientific values of the discovery. The operator shall be held responsible for the cost of the proper mitigation measures that the Authorized Officer assesses after consultation with the operator on the evaluation and decisions of the discovery. Any unauthorized collection or disturbance of cultural or paleontological resources may result in a shutdown order by the Authorized Officer.

IV. NOXIOUS WEEDS

The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

V. SPECIAL REQUIREMENT(S)

Cave and Karst Conditions of Approval for APDs

** Depending on location, additional Drilling, Casing, and Cementing procedures may be required by engineering to protect critical karst groundwater recharge areas.

Cave/Karst Surface Mitigation

The following stipulations will be applied to minimize impacts during construction, drilling and production.

Construction:

In the advent that any underground voids are opened up during construction activities, construction activities will be halted and the BLM will be notified immediately.

No Blasting:

No blasting will be utilized for pad construction. The pad will be constructed and leveled by adding the necessary fill and caliche.

Pad Berming:

The entire perimeter of the well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad.

- The compacted berm shall be constructed at a minimum of 12 inches high with impermeable mineral material (e.g. caliche).
- No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad.
- The topsoil stockpile shall be located outside the bermed well pad.
- Topsoil, either from the well pad or surrounding area, shall not be used to construct the berm.
- No storm drains, tubing or openings shall be placed in the berm.
- If fluid collects within the bermed area, the fluid must be vacuumed into a safe container and disposed of properly at a state approved facility.
- The integrity of the berm shall be maintained around the surfaced pad throughout the life of the well and around the downsized pad after interim reclamation has been completed.
- Any access road entering the well pad shall be constructed so that the integrity of the berm height surrounding the well pad is not compromised. (Any access road crossing the berm cannot be lower than the berm height.)

Tank Battery Liners and Berms:

Tank battery locations and all facilities will be lined and bermed. A 20 mil permanent liner will be installed with a 4 oz. felt backing, or equivalent, to prevent tears or punctures. Tank battery berms must be large enough to contain 1 ½ times the content of the largest tank.

Leak Detection System:

A method of detecting leaks is required. The method could incorporate gauges to measure loss, situating values and lines so they can be visually inspected, or installing electronic sensors to alarm when a leak is present. Leak detection plan will be submitted to BLM for approval.

Automatic Shut-off Systems:

Automatic shut off, check values, or similar systems will be installed for pipelines and tanks to minimize the effects of catastrophic line failures used in production or drilling.

Cave/Karst Subsurface Mitigation

The following stipulations will be applied to protect cave/karst and ground water concerns:

Rotary Drilling with Fresh Water:

Fresh water will be used as a circulating medium in zones where caves or karst features are expected. SEE ALSO: Drilling COAs for this well.

Directional Drilling:

Kick off for directional drilling will occur at least 100 feet below the bottom of the cave occurrence zone. SEE ALSO: Drilling COAs for this well.

Lost Circulation:

ALL lost circulation zones from the surface to the base of the cave occurrence zone will be logged and reported in the drilling report.

Regardless of the type of drilling machinery used, if a void of four feet or more and circulation losses greater than 70 percent occur simultaneously while drilling in any cavebearing zone, the BLM will be notified immediately by the operator. The BLM will assess the situation and work with the operator on corrective actions to resolve the problem.

Abandonment Cementing:

Upon well abandonment in high cave karst areas additional plugging conditions of approval may be required. The BLM will assess the situation and work with the operator to ensure proper plugging of the wellbore.

Pressure Testing:

Annual pressure monitoring will be performed by the operator on all casing annuli and reported in a sundry notice. If the test results indicated a casing failure has occurred, remedial action will be undertaken to correct the problem to the BLM's approval.

MITIGATING MEASURES for ROADS:

- A two (2) foot sand bag berm will be constructed along the north side of the road at segments A and B reroute around a sinkhole. The berm will be maintained for the life of the project.
- Roads will be routed around sinkholes and other karst features to avoid or lessen the possibility of encountering near surface voids and to minimize changes to runoff or possible leaks and spills from entering karst systems.
- The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction and no further construction will be done until clearance has been issued by the Authorized Officer.
- Turnout ditches and drainage leadoffs will not be constructed in such a manner as to increase or decrease the natural flow of water into or out of cave or karst features.
- Special restoration stipulations or realignment may be required.
- All spills or leaks will be reported to the BLM immediately for their immediate and proper treatment.

Watershed

- The entire well pad will be bermed to prevent oil, salt, and other chemical contaminants from leaving the well pad. Topsoil shall not be used to construct the berm. No water flow from the uphill side(s) of the pad shall be allowed to enter the well pad. The berm shall be maintained through the life of the well and after interim reclamation has been completed.
- Any water erosion that may occur due to the construction of the well pad during the life of the well will be quickly corrected and proper measures will be taken to prevent future erosion.

VI. CONSTRUCTION

A. NOTIFICATION

The BLM shall administer compliance and monitor construction of the access road and well pad. Notify the Carlsbad Field Office at (575) 234-5909 at least 3 working days prior to commencing construction of the access road and/or well pad.

When construction operations are being conducted on this well, the operator shall have the approved APD and Conditions of Approval (COA) on the well site and they shall be made available upon request by the Authorized Officer.

B. TOPSOIL

The operator shall strip the top portion of the soil (root zone) from the entire well pad area and stockpile the topsoil along the edge of the well pad as depicted in the APD. The root zone is typically six (6) inches in depth. All the stockpiled topsoil will be redistributed over the interim reclamation areas. Topsoil shall not be used for berming the pad or facilities. For final reclamation, the topsoil shall be spread over the entire pad area for seeding preparation.

Other subsoil (below six inches) stockpiles must be completely segregated from the topsoil stockpile. Large rocks or subsoil clods (not evident in the surrounding terrain) must be buried within the approved area for interim and final reclamation.

C. CLOSED LOOP SYSTEM

Tanks are required for drilling operations: No Pits.

The operator shall properly dispose of drilling contents at an authorized disposal site.

D. FEDERAL MINERAL MATERIALS PIT

Payment shall be made to the BLM prior to removal of any federal mineral materials. Call the Carlsbad Field Office at (575) 234-5972.

E. WELL PAD SURFACING

Surfacing of the well pad is not required.

If the operator elects to surface the well pad, the surfacing material may be required to be removed at the time of reclamation. The well pad shall be constructed in a manner which creates the smallest possible surface disturbance, consistent with safety and operational needs.

F. EXCLOSURE FENCING (CELLARS & PITS)

Exclosure Fencing

The operator will install and maintain exclosure fencing for all open well cellars to prevent access to public, livestock, and large forms of wildlife before and after drilling operations until the pit is free of fluids and the operator initiates backfilling. (For examples of exclosure fencing design, refer to BLM's Oil and Gas Gold Book, Exclosure Fence Illustrations, Figure 1, Page 18.)

G. ON LEASE ACCESS ROADS

Road Width

The access road shall have a driving surface that creates the smallest possible surface disturbance and does not exceed fourteen (14) feet in width. The maximum width of surface disturbance, when constructing the access road, shall not exceed twenty-five (25) feet.

Surfacing

Surfacing material is not required on the new access road driving surface. If the operator elects to surface the new access road or pad, the surfacing material may be required to be removed at the time of reclamation.

Where possible, no improvements should be made on the unsurfaced access road other than to remove vegetation as necessary, road irregularities, safety issues, or to fill low areas that may sustain standing water.

The Authorized Officer reserves the right to require surfacing of any portion of the access road at any time deemed necessary. Surfacing may be required in the event the road deteriorates, erodes, road traffic increases, or it is determined to be beneficial for future field development. The surfacing depth and type of material will be determined at the time of notification.

Crowning

Crowning shall be done on the access road driving surface. The road crown shall have a grade of approximately 2% (i.e., a 1" crown on a 14' wide road). The road shall conform to Figure 1; cross section and plans for typical road construction.

Ditching

Ditching shall be required on both sides of the road.

Turnouts

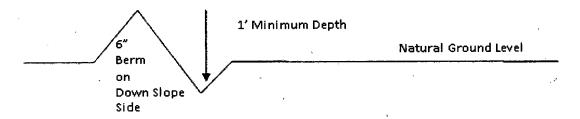
Vehicle turnouts shall be constructed on the road. Turnouts shall be intervisible with interval spacing distance less than 1000 feet. Turnouts shall conform to Figure 1; cross section and plans for typical road construction.

Drainage

Drainage control systems shall be constructed on the entire length of road (e.g. ditches, sidehill outsloping and insloping, lead-off ditches, culvert installation, and low water crossings).

A typical lead-off ditch has a minimum depth of 1 foot below and a berm of 6 inches above natural ground level. The berm shall be on the down-slope side of the lead-off ditch.

Cross Section of a Typical Lead-off Ditch



All lead-off ditches shall be graded to drain water with a 1 percent minimum to 3 percent maximum ditch slope. The spacing interval are variable for lead-off ditches and shall be determined according to the formula for spacing intervals of lead-off ditches, but may be amended depending upon existing soil types and centerline road slope (in %);

Formula for Spacing Interval of Lead-off Ditches

Example - On a 4% road slope that is 400 feet long, the water flow shall drain water into a lead-off ditch. Spacing interval shall be determined by the following formula:

400 foot road with 4% road slope:
$$\frac{400'}{4\%} + 100' = 200'$$
 lead-off ditch interval

Cattle guards

An appropriately sized cattle guard sufficient to carry out the project shall be installed and maintained at fence/road crossings. Any existing cattle guards on the access road route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations.

Fence Requirement

Where entry is granted across a fence line, the fence shall be braced and tied off on both sides of the passageway prior to cutting. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Public Access

Public access on this road shall not be restricted by the operator without specific written approval granted by the Authorized Officer.

Construction Steps

- 1. Salvage topsoil
- 3. Redistribute topsoil
- 2. Construct road
- 4. Revegetate slopes

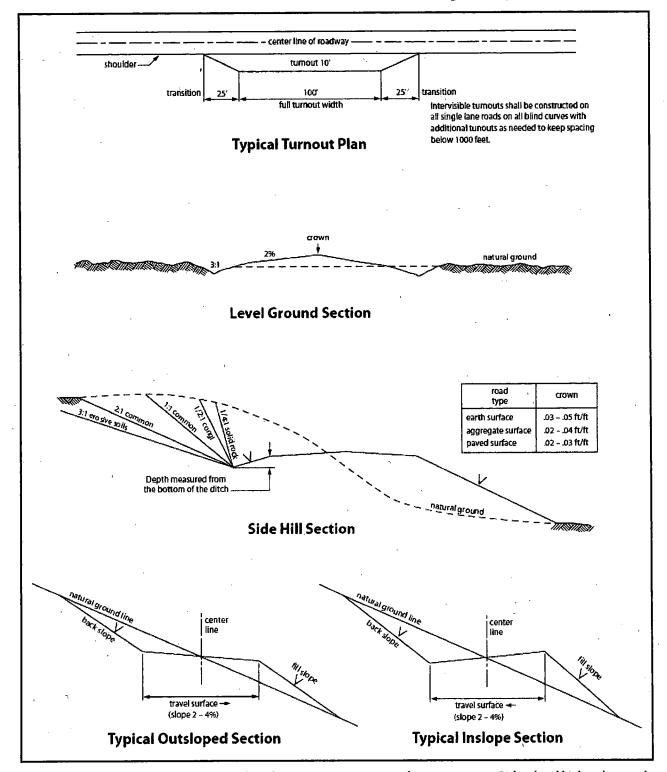


Figure 1. Cross-sections and plans for typical road sections representative of BLM resource or FS local and higher-class roads.

VII. PRODUCTION (POST DRILLING)

A. WELL STRUCTURES & FACILITIES

Placement of Production Facilities

Production facilities should be placed on the well pad to allow for maximum interim recontouring and revegetation of the well location.

Exclosure Netting (Open-top Tanks)

Immediately following active drilling or completion operations, the operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps.

Chemical and Fuel Secondary Containment and Exclosure Screening

The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

Open-Vent Exhaust Stack Exclosures

The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

Containment Structures

Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

Painting Requirement

All above-ground structures including meter housing that are not subject to safety requirements shall be painted a flat non-reflective paint color, **Shale Green** from the BLM Standard Environmental Color Chart (CC-001: June 2008).

B. PIPELINES

BURIED PIPELINE STIPULATIONS

A copy of the application (Grant, APD, or Sundry Notice) and attachments, including conditions of approval, survey plat and/or map, will be on location during construction. BLM personnel may request to you a copy of your permit during construction to ensure compliance with all stipulations.

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

- 1. The Holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976 as amended, 15 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way grant. (See 40 CFR Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation, and Liability Act, section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the authorized officer concurrent with the filing of the reports to the involved Federal agency or State government.
- 3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, et seq.) on the Right-of-Way (unless the release or threatened release is wholly unrelated to the Right-of-Way holder's activity on the Right-of-Way), or resulting from the activity of

the Right-of-Way holder on the Right-of-Way. This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

- 4. If, during any phase of the construction, operation, maintenance, or termination of the pipeline, any oil or other pollutant should be discharged from the pipeline system, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or other pollutant, wherever found, shall be the responsibility of holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up the discharge and restore the area, including where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve holder of any responsibility as provided herein.
- 5. All construction and maintenance activity will be confined to the authorized right-of-way.
- 6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.
- 7. The maximum allowable disturbance for construction in this right-of-way will be <u>30</u> feet:
 - Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed <u>20</u> feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)
 - Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed 30 feet. The trench and bladed area are included in this area. (Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.)
 - The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (Compressing can be caused by vehicle tires, placement of equipment, etc.)
- 8. The holder shall stockpile an adequate amount of topsoil where blading is allowed. The topsoil to be stripped is approximately ___6__ inches in depth. The topsoil will be segregated from other spoil piles from trench construction. The topsoil will be evenly distributed over the bladed area for the preparation of seeding.

- 9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.
- 10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.
- 11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.
- 12. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

() seed mixture 1	() seed mixture 3	
() seed mixture 2	(X) seed mixture 4	
() seed mixture 2/LPC	() Aplomado Falcon Mixtur	e

- 13. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be color which simulates "Standard Environmental Colors" **Shale Green**, Munsell Soil Color No. 5Y 4/2.
- 14. The pipeline will be identified by signs at the point of origin and completion of the right-of-way and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

- 15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.
- 16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. Holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to proper mitigation measures will be made by the Authorized Officer after consulting with the holder.
- 17. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes associated roads, pipeline corridor and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.
- 18. <u>Escape Ramps</u> The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:
 - a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
 - b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

VIII. INTERIM RECLAMATION

During the life of the development, all disturbed areas not needed for active support of production operations should undergo interim reclamation in order to minimize the environmental impacts of development on other resources and uses.

Within six (6) months of well completion, operators should work with BLM surface management specialists (Jim Amos: 575-234-5909) to devise the best strategies to reduce the size of the location. Interim reclamation should allow for remedial well operations, as well as safe and efficient removal of oil and gas.

During reclamation, the removal of caliche is important to increasing the success of revegetating the site. Removed caliche that is free of contaminants may be used for road repairs, fire walls or for building other roads and locations. In order to operate the well or complete workover operations, it may be necessary to drive, park and operate on restored interim vegetation within the previously disturbed area. Disturbing revegetated areas for production or workover operations will be allowed. If there is significant disturbance and loss of vegetation, the area will need to be revegetated. Communicate with the appropriate BLM office for any exceptions/exemptions if needed.

All disturbed areas after they have been satisfactorily prepared need to be reseeded with the seed mixture provided below.

Upon completion of interim reclamation, the operator shall submit a Sundry Notices and Reports on Wells, Subsequent Report of Reclamation (Form 3160-5).

IX. FINAL ABANDONMENT & RECLAMATION

At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land are restored.

Earthwork for final reclamation must be completed within six (6) months of well plugging. All pads, pits, facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact.

After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided below. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

Mixture 4, for Gypsum Sites

The holder shall seed all the disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed will be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed will be either certified or registered seed. The seed container will be tagged in accordance with State law(s) and available for inspection by the authorized officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). The holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. The seeding will be repeated until a satisfactory stand is established as determined by the authorized officer. Evaluation of growth will not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	<u>lb/acre</u>	
Alkli Sacaton (Sporobolus airoides) DWS~ Four-wing saltbush (Atriplex canescens)	1.5 8.0	

~DWS: DeWinged Seed

Pounds of seed x percent purity x percent germination = pounds pure live seed

^{*}Pounds of pure live seed: