

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0137
Expires: January 31, 2018**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.*Case Serial No.
3677

| | | |
|--|--|---|
| SUBMIT IN TRIPLICATE - Other instructions on page 2 | | 6. If Indian, Allottee or Tribe Name |
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 7. If Unit or CA/Agreement, Name and/or No. |
| 2. Name of Operator MATADOR PRODUCTION COMPANY Contact: AVA MONROE Mail: amonroe@matadorresources.com | | 8. Well Name and No. Multiple--See Attached |
| 3a. Address ONE LINCOLN CENTER 5400 LBJ FREEWAY SUITE DALLAS, TX 75240 | 3b. Phone No. (include area code) 1500 972-371-5200 Fx: 972-371-5201 | 9. API Well No. Multiple--See Attached |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple--See Attached | | 10. Field and Pool or Exploratory Area WC015G04S202920D-BONE SPRING WILDCAT |
| | | 11. County or Parish, State EDDY COUNTY, NM |

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Hydraulic Fracturing | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Venting and/or Flaring |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomple in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

BLM BOND No. 001079
SURETY BOND NO. 0015172REQUESTING TO FLARE TWO WELLS AT TB FLARE POINT FOR 90 DAYS:
11/9/17 - 02/04/18

RECEIVED

NO SALES PIPELINE CONNECTION AT COMPLETION DUE TO ROW ISSUES.
ISSUES HAVE BEEN SOLVED & PIPELINE IS BEING COMPLETED.

JUN 06 2018

*STEBBINS 20 FEDERAL 124H 30-015-44185

*STEBBINS 20 FEDERAL 134H 30-015-44175

FOR RECORDS ONLY

DISTRICT II-ARTESIA O.C.D.

*When was well Completed? No paperwork in well files. As well Status: "NEW"

| | |
|--|---------------------|
| 14. I hereby certify that the foregoing is true and correct. | |
| Electronic Submission #394581 verified by the BLM Well Information System For MATADOR PRODUCTION COMPANY, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 11/17/2017 (18PP0287SE) | |
| Name (Printed/Typed) JOHN ROMANO | Title PROD ENGINEER |
| Signature (Electronic Submission) | Date 11/09/2017 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|-------|-----------------|
| /s/ Jonathon Shepard | | |
| Approved By (BLM Approver Not Specified) | Title | Date 06/04/2018 |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | Office Carlsbad |

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.

(Instructions on page 2)

** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Additional data for EC transaction #394581 that would not fit on the form

Wells/Facilities, continued

| Agreement | Lease | Well/Fac Name, Number | API Number | Location |
|-----------|-----------|-----------------------|--------------------|--|
| NMNM03677 | NMNM03677 | STEBBINS 20 FED 124H | 30-015-44185-00-S1 | Sec 20 T20S R29E SWSW 361FSL 130FWL 32.552708 N Lat, 104.105362 W Lon |
| NMNM03677 | NMNM03677 | STEBBINS 20 FED 134H | 30-015-44175-00-S1 | Sec 20 T20S R29E SWSW 391FSL 130FWL 32.552792 N Lat, 104.105362 W Lon |

Revisions to Operator-Submitted EC Data for Sundry Notice #394581

| | Operator Submitted | BLM Revised (AFMSS) |
|----------------|--|--|
| Sundry Type: | SITE NOI | FLARE NOI |
| Lease: | NMNM03677 | NMNM03677 |
| Agreement: | | |
| Operator: | MATADOR PRODUCTION COMPANY 5400 LBJ FREEWAY STE 1500 DALLAS, TX 75240 Ph: 972-371-5200 | MATADOR PRODUCTION COMPANY ONE LINCOLN CENTER 5400 LBJ FREEWAY SUITE 1500 DALLAS, TX 75240 Ph: 972.371.5200 |
| Admin Contact: | AVA MONROE SR. ENGINEERING TECHNICIAN E-Mail: amonroe@matadorresources.com Cell: 972-371-5200 Ph: 972-371-5200 Fx: 972-371-5201 | AVA MONROE SR. ENGINEERING TECHNICIAN E-Mail: amonroe@matadorresources.com Ph: 972-371-5200 Fx: 972-371-5201 |
| Tech Contact: | JOHN ROMANO AREA PRODUCTION MANAGER E-Mail: JROMANO@matadorresources.com Ph: 972-371-5200 Fx: 972-371-5201 | JOHN ROMANO PROD ENGINEER E-Mail: JRomano@matadorresources.com Ph: 972-371-5245 Fx: 972-371-5201 |
| Location: | | |
| State: | NM | NM |
| County: | EDDY | EDDY |
| Field/Pool: | WOLFCAMP;BONE SPRING | WC015G04S202920D-BONE SPRING WILDCAT |
| Well/Facility: | STEBBINS 20 FEDERAL 124H Sec 20 T20S R29E Mer NMP SWSW 331FSL 260FWL | STEBBINS 20 FED 124H Sec 20 T20S R29E SWSW 361FSL 130FWL 32.552708 N Lat, 104.105362 W Lon STEBBINS 20 FED 134H Sec 20 T20S R29E SWSW 391FSL 130FWL 32.552792 N Lat, 104.105362 W Lon |

BUREAU OF LAND MANAGEMENT

**Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

Condition of Approval to Flare Gas

1. Approval not to exceed 180 days from date of submission unless otherwise specified in Sundry Notice.
2. All flaring under this request is considered to be "avoidably lost":
Volumes flared beyond limits defined in 43 CFR 3179.7 are considered "avoidably lost" and will require payment of royalties, unless an exception is granted in accordance with 43 CFR 3179.
Volumes for avoidably lost gas shall be reported on OGOR "B" reports as disposition code "08".

Exceptions:

- a. The first 24 hours of a temporary emergency flare is considered "unavoidably lost" and is therefore royalty free. Flared volumes that are considered unavoidably lost are not to be included in Sundry Notice (Form 3160-5). These Volumes are not royalty bearing and shall be reported on OGOR "B" as either disposition code "21" or "22".
- b. If the operator believes that the flared volumes were "unavoidably lost", the operator can submit a request via Sundry Notice (Form 3160-5) with justification for an exception in accordance with 43 CFR 3179.4, 3179.103 - 3179.105.