Form C-101 August 1, 2011

Permit 313630

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

	me and Address									2. 0	GRID Number		
	FADOR PRODUCT	ION COMPAN	Y								228937		
	e Lincoln Centre as, TX 75240									3. AF	PI Number	_	
	·										30-025-5010	2	
	. Property Code 5. Property Name 332756 DEE OSBORNE 1930 STATE COM									6. W	ell No. 123H		
					7.	Surfa	ce Location						
JL - Lot	Section	Township	Range		Lot Idn		Feet From	N/S Line	Feet F		E/W Line	County	
В	19	2	1S	35E		В	378	N		1471	E		Lea
					8. Propos	sed Bo	ottom Hole Locat	ion					
JL - Lot	Section	Township	Range		Lot Idn		Feet From	N/S Line	Feet F	rom	E/W Line	County	
0	30	2	21S	35E O 60 S				2308 E			Lea		
1. Work Type	12 0	12. Well Ty		12.0	Addit	ional	Well Information	14. Lease Type			34560 d Level Elevation		
	v Well		pe DIL	13. 0	able/Rotary			State			3641		
16. Multiple	7 77011	17. Propose		18 F				19. Contractor					
N			20283	10	Bone Spring					5/15/2022			
Depth to Grour	d water			Distar	, 0					Distance to	stance to nearest surface water		
We will be	using a closed-loc	p system in I	ieu of lined pits										
						Casi	ng and Cement P						
Туре	Hole Size	_	ıg Size		ng Weight/ft		Setting I		Sac	ks of Cemen	t	Estimated 1	ГОС
Surf	20 13.375			54.5		170	-		1850		0		
Int1	12.25	_	625	40			570	-		1400		0	
Prod	8.75		7		29		940			2700		5500	
Prod	8.75	1 5	5.5		20		2028	83		2700		5500	

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer					
Annular	5000	3000	Cameron					
Double Ram	10000	5000	Cameron					
Pipe	10000	5000	Cameron					

knowledge and be	lief.	true and complete to the best of my NMAC □ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATIO	N DIVISION	
Signature:						
Printed Name:	Electronically filed by Brett A Jenn	nings	Approved By:	Paul F Kautz		
Title:	Regulatory Analyst		Title:	Geologist		
Email Address: brett.jennings@matadorresources.com			Approved Date:	5/4/2022	Expiration Date: 5/4/2024	
Date:	4/12/2022	Phone: 972-629-2160	Conditions of Approval Attached			

DISTRICT I 1625 N. FRENCH DR., HOBBS, NM 86240 Phone: (675) 393-6161 Fax: (575) 393-0720

DISTRICT II 811 S. FIRST ST., ARTESIA, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

DISTRICT III 1000 RIO BRAZOS RD., AZTEC, NM 67410 Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV 1220 S. ST. FRANCIS DR., SANTA FE, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION

1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	200	Pool Code Pool Nam				
30-025-50102		64560	Wilsoni	Bone	Spring	
Property Code		Prop	erty Name		1	Well Number
332756		DEE OSBORNE	123H			
OGRID No.			ator Name			Elevation
228937		MATADOR PROD	OUCTION COMP	PANY		3641.6'

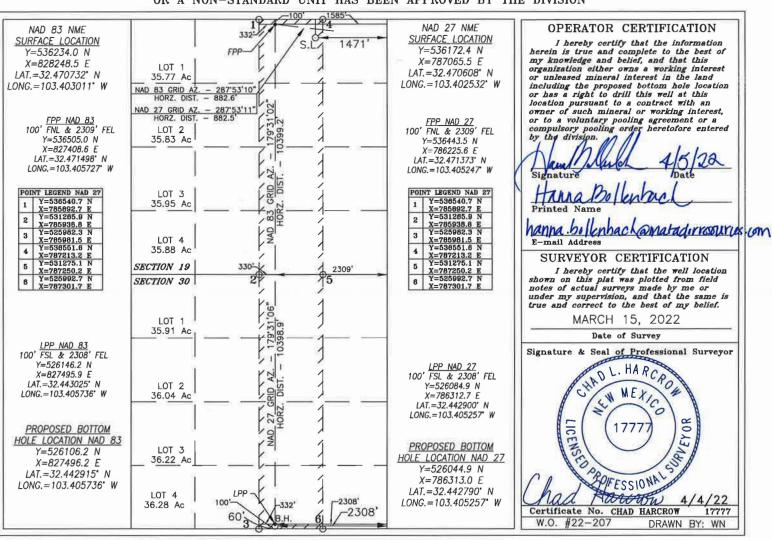
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	19	21-S	35-E		378	NORTH	1471	EAST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Townshi	p Range	Lot Id	ln	Feet from the	North/South line	Feet from the	East/West line	County
0	30	21-	S 35-I			60	SOUTH	2308	EAST	LEA
Dedicated Acres	Dedicated Acres Joint or Infill Conso		Consolidatio	Code	0r	der No.				
320.00										

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Form APD Comments

Permit 313630

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1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

PERMIT COMMENTS

Operator Name and Address:	API Number:
MATADOR PRODUCTION COMPANY [228937]	30-025-50102
One Lincoln Centre	Well:
Dallas, TX 75240	DEE OSBORNE 1930 STATE COM #123H

Created By	Comment	Comment Date
pkautz	OPERATOR OUT OF COMPLIANCE WITH INACTIVE WELLS	4/21/2022

Form APD Conditions

Permit 313630

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PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
MATADOR PRODUCTION COMPANY [228937]	30-025-50102
One Lincoln Centre	Well:
Dallas, TX 75240	DEE OSBORNE 1930 STATE COM #123H

OCD Reviewer	Condition
pkautz	Notify OCD 24 hours prior to casing & cement
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
pkautz	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system
pkautz	Cement is required to circulate on both surface and intermediate1 strings of casing
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud

Matador Production Company

Ranger/Arrowhead
Dee Osborne
Dee Osborne 1930 State Com #123H

Wellbore #1

Plan: State Plan #1

Standard Planning Report

08 April, 2022

Database: EDM 5000.14 Server

Company: Matador Production Company Project: Ranger/Arrowhead

Dee Osborne Site:

Well: Dee Osborne 1930 State Com #123H

Wellbore: Wellbore #1 Design: State Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Dee Osborne 1930 State Com #123H

KB @ 3670.1usft KB @ 3670.1usft

Grid

Minimum Curvature

Project Ranger/Arrowhead

Map System: US State Plane 1927 (Exact solution) NAD 1927 (NADCON CONUS)

Geo Datum:

Map Zone: New Mexico East 3001 Mean Sea Level

Using geodetic scale factor

179.52

Dee Osborne, Site

Northing: 536,379.55 usft Site Position: Latitude: 32° 28' 16.457 N From: Lat/Long Easting: 784,533.16 usft Longitude: 103° 24' 38.650 W **Position Uncertainty:** 0.0 usft **Slot Radius:** Grid Convergence: 0.50°

System Datum:

13-3/16 "

Well Dee Osborne 1930 State Com #123H

Well Position +N/-S -207.2 usft Northing: 536,172.33 usft Latitude: 32° 28' 14.189 N +F/-W 2,532.2 usft Easting: 787,065.41 usft Longitude: 103° 24' 9.115 W

Position Uncertainty 0.0 usft Wellhead Elevation: **Ground Level:** 3,641.6 usft

Wellbore Wellbore #1 Declination Field Strength Magnetics **Model Name** Sample Date **Dip Angle** (°) (°) (nT) 4/8/2022 47,603.77494946 IGRF2015 6.37 60.25

Design State Plan #1 **Audit Notes:** Version: Phase: **PROTOTYPE** Tie On Depth: 0.0 Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°)

0.0

Plan Survey Tool Program Date 4/8/2022

Depth From Depth To

(usft) (usft) Survey (Wellbore) **Tool Name** Remarks

0.0

20,283.7 State Plan #1 (Wellbore #1) 0.0 MWD 1

OWSG MWD - Standard

0.0

Plan Sections Vertical Build Measured **Dogleg** Turn Depth Inclination **Azimuth** Depth +N/-S +E/-W Rate Rate Rate **TFO** (usft) (usft) (°/100usft) (°/100usft) (°/100usft) (usft) (usft) (°) (°) (°) **Target** 0.00 0.00 0.0 0.0 0.0 0.00 0.00 0.00 0.00 0.0 1,500.0 0.00 0.00 1.500.0 0.0 0.0 0.00 0.00 0.00 0.00 2,300.0 8.00 2,297.4 -52.1 1.00 0.00 290.93 290.93 19.9 1.00 -805.2 0.00 8.093.6 8.00 290.93 8.034.7 307.9 0.00 0.00 0.00 0.00 8.566.3 321 2 -839 9 1.50 -1 50 0.00 8,627.0 0.00 180 00 321.2 0.00 0.00 9,505.7 0.00 0.00 9,445.0 -839.9 0.00 0.00 VP - Dee Osborne : 10,395.3 88.96 179.52 10,017.9 -241.3 -835.2 10.00 10.00 0.00 179.52 10,471.5 88.96 179.52 10.019.2 -317.5 -834.6 0.00 0.00 0.00 20.283.7 88.96 179.52 10.198.1 -10.127.7-752.5 0.00 0.00 0.00 0.00 BHL - Dee Osborne

Database: EDM 5000.14 Server Company:

Matador Production Company

Project: Ranger/Arrowhead Dee Osborne Site:

Well: Dee Osborne 1930 State Com #123H

Wellbore: Wellbore #1 Design: State Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Dee Osborne 1930 State Com #123H

KB @ 3670.1usft KB @ 3670.1usft

Grid Minimum Curvature

ned 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)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00 0.00	0.00	1,100.0 1,200.0	0.0 0.0	0.0 0.0	0.0 0.0	0.00 0.00	0.00	0.00 0.00
1,200.0 1,300.0	0.00	0.00 0.00	1,200.0	0.0	0.0	0.0	0.00	0.00 0.00	0.00
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	0.00
-									
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	0.00
Start Build	d 1.00								
1,600.0	1.00	290.93	1,600.0	0.3	-0.8	-0.3	1.00	1.00	0.00
1,700.0	2.00	290.93	1,700.0	1.2	-3.3	-1.3	1.00	1.00	0.00
1,701.0	2.01	290.93	1,701.0	1.3	-3.3	-1.3	1.00	1.00	0.00
Depth (Ru									
1,800.0	3.00	290.93	1,799.9	2.8	-7.3	-2.9	1.00	1.00	0.00
1,900.0	4.00	290.93	1,899.7	5.0	-13.0	- 5.1	1.00	1.00	0.00
2,000.0	5.00	290.93	1,999.4	7.8	-20.4	-8.0	1.00	1.00	0.00
2,100.0	6.00	290.93	2,098.9	11.2	-29.3	-11.5	1.00	1.00	0.00
2,101.9	6.02	290.93	2,100.8	11.3	-29.5	-11.5	1.00	1.00	0.00
Depth (Sa			,						
2,200.0	7.00	290.93	2,198.3	15.3	-39.9	-15.6	1.00	1.00	0.00
-									
2,300.0	8.00	290.93	2,297.4	19.9	-52.1	-20.4	1.00	1.00	0.00
	6.6 hold at 2300		0.000.4	04.0	05.4	05.4	0.00	0.00	0.00
2,400.0	8.00	290.93	2,396.4	24.9	-65.1	-25.4	0.00	0.00	0.00
2,500.0	8.00	290.93	2,495.5	29.9	-78.1	-30.5	0.00	0.00	0.00
2,600.0	8.00	290.93	2,594.5	34.8	-91.1	-35.6	0.00	0.00	0.00
2,700.0	8.00	290.93	2,693.5	39.8	-104.1	-40.7	0.00	0.00	0.00
2,800.0	8.00	290.93	2,792.5	44.8	-117.1	-45.8	0.00	0.00	0.00
2,900.0	8.00	290.93	2,891.6	49.7	-130.1	-50.8	0.00	0.00	0.00
3,000.0	8.00	290.93	2,990.6	54.7	-143.1	-55.9	0.00	0.00	0.00
3,100.0	8.00	290.93	3,089.6	59.7	-156.1	-61.0	0.00	0.00	0.00
3,200.0	8.00	290.93	3,188.6	64.7	-169.1	-66.1	0.00	0.00	0.00
3,300.0	8.00	290.93	3,287.7	69.6	-182.1	-71.2	0.00	0.00	0.00
3,400.0	8.00	290.93	3,386.7	74.6	-195.1	-76.2	0.00	0.00	0.00
3,500.0	8.00	290.93	3,485.7	79.6	-208.1	-81.3	0.00	0.00	0.00
3,519.0	8.00	290.93	3,504.5	80.5	-210.5	-82.3	0.00	0.00	0.00
. ,	0:CS14-CSB)								
3,600.0	8.00	290.93	3,584.8	84.5	-221.1	-86.4	0.00	0.00	0.00
3,700.0	8.00	290.93	3,683.8	89.5	-234.1	-91.5	0.00	0.00	0.00
3,800.0	8.00	290.93	3,782.8	94.5	-247.1	-91.5 -96.6	0.00	0.00	0.00
3,900.0	8.00	290.93	3,881.8	99.5	-247.1	-101.6	0.00	0.00	0.00
4,000.0	8.00	290.93	3,980.9	104.4	-273.1	-101.0	0.00	0.00	0.00
4,053.7	8.00	290.93	4,034.0	107.1	-280.0	-109.4	0.00	0.00	0.00
Depth (Ca		200.00	.,551.0		_50.0		3.00	3.00	5.55
4,100.0	8.00	290.93	4,079.9	109.4	-286.1	-111.8	0.00	0.00	0.00
4,200.0	8.00	290.93	4,178.9	114.4	-299.1	-116.9	0.00	0.00	0.00

Database: EDM 5000.14 Server Company:

Matador Production Company

Project: Ranger/Arrowhead Dee Osborne Site:

Well: Dee Osborne 1930 State Com #123H

Wellbore: Wellbore #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Dee Osborne 1930 State Com #123H

KB @ 3670.1usft KB @ 3670.1usft

Grid Minimum Curvature

esign:	State Plan #	1							
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)
4,300.0 4,400.0 4,500.0	8.00 8.00 8.00	290.93 290.93 290.93	4,277.9 4,377.0 4,476.0	119.3 124.3 129.3	-312.1 -325.1 -338.1	-122.0 -127.0 -132.1	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
4,600.0 4,700.0 4,800.0 4,900.0 5,000.0	8.00 8.00 8.00 8.00 8.00	290.93 290.93 290.93 290.93 290.93	4,575.0 4,674.0 4,773.1 4,872.1 4,971.1	134.3 139.2 144.2 149.2 154.1	-351.1 -364.1 -377.1 -390.1 -403.1	-137.2 -142.3 -147.4 -152.4 -157.5	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
5,100.0 5,200.0 5,300.0 5,400.0 5,500.0	8.00 8.00 8.00 8.00 8.00	290.93 290.93 290.93 290.93 290.93	5,070.2 5,169.2 5,268.2 5,367.2 5,466.3	159.1 164.1 169.1 174.0 179.0	-416.1 -429.1 -442.1 -455.1 -468.1	-162.6 -167.7 -172.8 -177.8 -182.9	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
5,600.0 5,700.0 5,703.2	8.00 8.00 8.00	290.93 290.93 290.93	5,565.3 5,664.3 5,667.5	184.0 188.9 189.1	-481.1 -494.1 -494.5	-188.0 -193.1 -193.2	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
5,800.0 5,900.0	3: Cherry Cyn. 8.00 8.00	290.93 290.93	5,763.3 5,862.4	193.9 198.9	-507.1 -520.0	-198.2 -203.2	0.00 0.00	0.00 0.00	0.00 0.00
6,000.0 6,100.0 6,200.0 6,300.0 6,400.0	8.00 8.00 8.00 8.00 8.00	290.93 290.93 290.93 290.93 290.93	5,961.4 6,060.4 6,159.4 6,258.5 6,357.5	203.9 208.8 213.8 218.8 223.7	-533.0 -546.0 -559.0 -572.0 -585.0	-208.3 -213.4 -218.5 -223.6 -228.6	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
6,500.0 6,600.0 6,700.0 6,740.3	8.00 8.00 8.00 8.00	290.93 290.93 290.93 290.93	6,456.5 6,555.6 6,654.6 6,694.5	228.7 233.7 238.7 240.7	-598.0 -611.0 -624.0 -629.3	-233.7 -238.8 -243.9 -245.9	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
Depth (G7: 6,800.0	: Brushy Cyn.) 8.00	290.93	6,753.6	243.6	-637.0	-249.0	0.00	0.00	0.00
6,900.0 7,000.0 7,100.0 7,200.0 7,300.0	8.00 8.00 8.00 8.00 8.00	290.93 290.93 290.93 290.93 290.93	6,852.6 6,951.7 7,050.7 7,149.7 7,248.7	248.6 253.6 258.5 263.5 268.5	-650.0 -663.0 -676.0 -689.0 -702.0	-254.0 -259.1 -264.2 -269.3 -274.4	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
7,400.0 7,500.0 7,600.0 7,700.0 7,800.0	8.00 8.00 8.00 8.00 8.00	290.93 290.93 290.93 290.93 290.93	7,347.8 7,446.8 7,545.8 7,644.9 7,743.9	273.5 278.4 283.4 288.4 293.3	-715.0 -728.0 -741.0 -754.0 -767.0	-279.4 -284.5 -289.6 -294.7 -299.8	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
7,825.9	8.00	290.93	7,769.5	294.6	-770.4	-301.1	0.00	0.00	0.00
7,900.0 8,000.0 8,093.6	8.00 8.00 8.00 8.00	290.93 290.93 290.93	7,842.9 7,941.9 8,034.7	298.3 303.3 307.9	-780.0 -793.0 -805.2	-304.8 -309.9 -314.7	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
Start Drop									
8,100.0	7.90	290.93	8,041.0	308.3	-806.0	-315.0	1.50	-1.50 1.50	0.00
8,135.6	7.37 : BSGL (CS9))	290.93	8,076.3	309.9	-810.4	-316.7	1.50	-1.50	0.00
8,200.0 8,300.0 8,400.0 8,500.0	6.40 4.90 3.40 1.90	290.93 290.93 290.93 290.93	8,140.2 8,239.7 8,339.4 8,439.3	312.7 316.2 318.8 320.5	-817.7 -826.9 -833.6 -838.0	-319.5 -323.1 -325.8 -327.5	1.50 1.50 1.50 1.50	-1.50 -1.50 -1.50 -1.50	0.00 0.00 0.00 0.00

Database: EDM 5000.14 Server

Company: Matador Production Company

Project: Ranger/Arrowhead Site: Dee Osborne

Well: Dee Osborne 1930 State Com #123H

Wellbore: Wellbore #1
Design: State Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Dee Osborne 1930 State Com #123H

KB @ 3670.1usft KB @ 3670.1usft

Grid

ed Survey									
Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
(usft)	(°)	(°)	(usft)	(usft)	(usft)	` '	,	,	
8,600.0 8,621.8	0.40 0.08	290.93 290.93	8,539.3 8,561.0	321.2 321.2	-839.8 -839.9	-328.2 -328.2	1.50 1.50	-1.50 -1.50	0.00 0.00
Depth (L8 8,627.0	.2: U. Avalon S 0.00	6 hale) 0.00	8,566.3	321.2	-839.9	-328.2	1.50	-1.50	0.00
-	7 hold at 8627.		0,000.0	021.2	000.0	020.2	1.00	1.00	0.00
8,685.8	0.00 .3: Avalon Carl	0.00	8,625.0	321.2	-839.9	-328.2	0.00	0.00	0.00
8,700.0	0.00	0.00	8,639.3	321.2	-839.9	-328.2	0.00	0.00	0.00
8,800.0 8,900.0 9,000.0 9,069.8	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	8,739.3 8,839.3 8,939.3 9,009.0	321.2 321.2 321.2 321.2	-839.9 -839.9 -839.9 -839.9	-328.2 -328.2 -328.2 -328.2	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00
	.2: L. Avalon S	•		2010					
9,100.0	0.00	0.00	9,039.3	321.2	-839.9	-328.2	0.00	0.00	0.00
9,197.8	0.00	0.00	9,137.0	321.2	-839.9	-328.2	0.00	0.00	0.00
9,200.0 9,275.8	0.00 0.00	0.00 0.00	9,139.3 9,215.0	321.2 321.2	-839.9 -839.9	-328.2 -328.2	0.00 0.00	0.00 0.00	0.00 0.00
Depth (L5	,								
9,300.0 9,357.8	0.00 0.00	0.00 0.00	9,239.3 9,297.0	321.2 321.2	-839.9 -839.9	-328.2 -328.2	0.00 0.00	0.00 0.00	0.00 0.00
Depth (M.	FBSG)								
9,400.0 9,416.8	0.00 0.00	0.00 0.00	9,339.3 9,356.0	321.2 321.2	-839.9 -839.9	-328.2 -328.2	0.00 0.00	0.00 0.00	0.00 0.00
Depth (L. 9,459.8	FBSG) 0.00	0.00	9,399.0	321.2	-839.9	-328.2	0.00	0.00	0.00
Depth (L4	•								
9,500.0 9,505.7	0.00 0.00	0.00 0.00	9,439.3 9,445.0	321.2 321.2	-839.9 -839.9	-328.2 -328.2	0.00 0.00	0.00 0.00	0.00 0.00
Start Buil	d 10.00 - VP - D	ee Osborne S	State Com #12	:3H					
9,600.0 9,700.0 9,800.0 9,852.4	9.43 19.43 29.43 34.67	179.52 179.52 179.52 179.52	9,538.9 9,635.6 9,726.5 9,770.9	313.5 288.6 247.3 219.5	-839.9 -839.6 -839.3 -839.1	-320.5 -295.6 -254.3 -226.5	10.00 10.00 10.00 10.00	10.00 10.00 10.00 10.00	0.00 0.00 0.00 0.00
Depth (L4	•	470.50	0.000.0	400.0	000.0	407.0	40.00	40.00	0.00
9,900.0 10,000.0	39.43 49.43	179.52 179.52	9,808.9 9,880.2	190.8 120.9	-838.8 -838.2	-197.8 -127.9	10.00 10.00	10.00 10.00	0.00 0.00
10,007.1	50.13	179.52	9,884.8	115.5	-838.2	-122.5	10.00	10.00	0.00
10,100.0 10,165.2	.1: SBSG B Ca 59.43 65.95	179.52 179.52	9,938.3 9,968.2	39.7 -18.2	-837.6 -837.1	-46.7 11.2	10.00 10.00	10.00 10.00	0.00 0.00
	SSG B Target)		5,555.						
10,200.0	69.43	179.52	9,981.4	-50.4	-836.8	43.4	10.00	10.00	0.00
10,300.0 10,395.3	79.43 88.96	179.52 179.52	10,008.2 10,017.9	-146.6 -241.3	-836.0 -835.2	139.6 234.3	10.00 10.00	10.00 10.00	0.00 0.00
	hold at 10395.3		40.04=.0	0.40.0	00= 0	222.2		2.22	0.00
10,400.0 10,471.5	88.96 88.96	179.52 179.52	10,017.9 10,019.2	-246.0 -317.5	-835.2 -834.6	239.0 310.5	0.00 0.00	0.00 0.00	0.00 0.00
	2.2 hold at 1047		10.010.9	246.0	024.2	220.0	0.00	0.00	0.00
10,500.0 10,600.0	88.96 88.96	179.52 179.52	10,019.8 10,021.6	-346.0 -446.0	-834.3 -833.5	339.0 439.0	0.00	0.00 0.00	0.00 0.00
10,700.0	88.96	179.52	10,023.4	-545.9	-832.7	539.0	0.00	0.00	0.00

Database: EDM 5000.14 Server Company: Matador Production C

Matador Production Company Ranger/Arrowhead

Project: Ranger/Arrowh
Site: Dee Osborne

Well: Dee Osborne 1930 State Com #123H

Wellbore: Wellbore #1
Design: State Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Dee Osborne 1930 State Com #123H

KB @ 3670.1usft KB @ 3670.1usft

Grid

<u>-</u>									
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)
10,800.0 10,900.0 11,000.0	88.96 88.96 88.96	179.52 179.52 179.52	10,025.2 10,027.0 10,028.8	-645.9 -745.9 -845.9	-831.8 -831.0 -830.1	638.9 738.9 838.9	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00
11,100.0 11,200.0 11,300.0 11,400.0 11,500.0	88.96 88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,030.7 10,032.5 10,034.3 10,036.1 10,037.9	-945.9 -1,045.8 -1,145.8 -1,245.8 -1,345.8	-829.3 -828.5 -827.6 -826.8 -826.0	938.9 1,038.9 1,138.9 1,238.8 1,338.8	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
11,600.0 11,700.0 11,800.0 11,900.0 12,000.0	88.96 88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,039.7 10,041.5 10,043.4 10,045.2 10,047.0	-1,445.8 -1,545.7 -1,645.7 -1,745.7 -1,845.7	-825.1 -824.3 -823.4 -822.6 -821.8	1,438.8 1,538.8 1,638.8 1,738.8 1,838.7	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
12,100.0 12,200.0 12,300.0 12,400.0 12,500.0	88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,048.8 10,050.6 10,052.4 10,054.3 10,056.1	-1,945.7 -2,045.6 -2,145.6 -2,245.6 -2,345.6	-820.9 -820.1 -819.3 -818.4 -817.6	1,938.7 2,038.7 2,138.7 2,238.7 2,338.7	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
12,600.0 12,700.0 12,800.0 12,900.0 13,000.0	88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,057.9 10,059.7 10,061.5 10,063.3 10,065.1	-2,445.6 -2,545.5 -2,645.5 -2,745.5 -2,845.5	-816.7 -815.9 -815.1 -814.2 -813.4	2,438.6 2,538.6 2,638.6 2,738.6 2,838.6	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
13,100.0 13,200.0 13,300.0 13,400.0 13,500.0	88.96 88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,067.0 10,068.8 10,070.6 10,072.4 10,074.2	-2,945.5 -3,045.4 -3,145.4 -3,245.4 -3,345.4	-812.6 -811.7 -810.9 -810.0 -809.2	2,938.6 3,038.5 3,138.5 3,238.5 3,338.5	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
13,600.0 13,700.0 13,800.0 13,900.0 14,000.0	88.96 88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,076.0 10,077.8 10,079.7 10,081.5 10,083.3	-3,445.4 -3,545.3 -3,645.3 -3,745.3 -3,845.3	-808.4 -807.5 -806.7 -805.9 -805.0	3,438.5 3,538.5 3,638.4 3,738.4 3,838.4	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
14,100.0 14,200.0 14,300.0 14,400.0 14,500.0	88.96 88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,085.1 10,086.9 10,088.7 10,090.6 10,092.4	-3,945.3 -4,045.2 -4,145.2 -4,245.2 -4,345.2	-804.2 -803.3 -802.5 -801.7 -800.8	3,938.4 4,038.4 4,138.4 4,238.3 4,338.3	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
14,600.0 14,700.0 14,800.0 14,900.0 15,000.0	88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,094.2 10,096.0 10,097.8 10,099.6 10,101.4	-4,445.2 -4,545.1 -4,645.1 -4,745.1 -4,845.1	-800.0 -799.2 -798.3 -797.5 -796.6	4,438.3 4,538.3 4,638.3 4,738.3 4,838.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
15,100.0 15,200.0 15,300.0 15,400.0 15,500.0	88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,103.3 10,105.1 10,106.9 10,108.7 10,110.5	-4,945.1 -5,045.0 -5,145.0 -5,245.0 -5,345.0	-795.8 -795.0 -794.1 -793.3 -792.5	4,938.2 5,038.2 5,138.2 5,238.2 5,338.2	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
15,600.0 15,700.0 15,800.0 15,900.0 16,000.0	88.96 88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,112.3 10,114.1 10,116.0 10,117.8 10,119.6	-5,445.0 -5,544.9 -5,644.9 -5,744.9 -5,844.9	-791.6 -790.8 -789.9 -789.1 -788.3	5,438.1 5,538.1 5,638.1 5,738.1 5,838.1	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
16,100.0	88.96	179.52	10,121.4	-5,944.9	-787.4	5,938.1	0.00	0.00	0.00

Database: Company: EDM 5000.14 Server

Matador Production Company

Project: Site:

Ranger/Arrowhead Dee Osborne

Well:

Dee Osborne 1930 State Com #123H

Wellbore: Design: Wellbore #1 State Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well Dee Osborne 1930 State Com #123H

KB @ 3670.1usft KB @ 3670.1usft

Grid

Joigii.									
anned 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)
16,200.0	88.96	179.52	10,123.2	-6,044.8	-786.6	6,038.0	0.00	0.00	0.00
16,300.0	88.96	179.52	10,125.0	-6,144.8	-785.8	6,138.0	0.00	0.00	0.00
16,400.0	88.96	179.52	10,126.9	-6,244.8	-784.9	6,238.0	0.00	0.00	0.00
16,500.0	88.96	179.52	10,128.7	-6,344.8	-784.1	6,338.0	0.00	0.00	0.00
16,600.0	88.96	179.52	10,130.5	-6,444.8	-783.2	6,438.0	0.00	0.00	0.00
16,700.0	88.96	179.52	10,132.3	-6,544.7	-782.4	6,538.0	0.00	0.00	0.00
16,800.0	88.96	179.52	10,134.1	-6,644.7	-781.6	6,637.9	0.00	0.00	0.00
16,900.0	88.96	179.52	10,135.9	-6,744.7	-780.7	6,737.9	0.00	0.00	0.00
17,000.0	88.96	179.52	10,137.7	-6,844.7	-779.9	6,837.9	0.00	0.00	0.00
17,100.0	88.96	179.52	10,139.6	-6,944.7	-779.1	6,937.9	0.00	0.00	0.00
17,200.0	88.96	179.52	10,141.4	-7,044.6	-778.2	7,037.9	0.00	0.00	0.00
17,300.0	88.96	179.52	10,143.2	-7,144.6	-777.4	7,137.9	0.00	0.00	0.00
17,400.0	88.96	179.52	10,145.0	-7,244.6	-776.5	7,237.8	0.00	0.00	0.00
17,500.0	88.96	179.52	10,146.8	-7,344.6	-775.7	7,337.8	0.00	0.00	0.00
17,600.0	88.96	179.52	10,148.6	-7,444.6	-774.9	7,437.8	0.00	0.00	0.00
17,700.0	88.96	179.52	10,150.4	-7,544.5	-774.0	7,537.8	0.00	0.00	0.00
17,800.0	88.96	179.52	10,152.3	-7,644.5	-773.2	7,637.8	0.00	0.00	0.00
17,900.0	88.96	179.52	10,154.1	-7,744.5	-772.4	7,737.8	0.00	0.00	0.00
18,000.0	88.96	179.52	10,155.9	-7,844.5	-771.5	7,837.8	0.00	0.00	0.00
18,100.0	88.96	179.52	10,157.7	-7,944.5	-770.7	7,937.7	0.00	0.00	0.00
18,200.0	88.96	179.52	10,159.5	-8,044.4	-769.8	8,037.7	0.00	0.00	0.00
18,300.0	88.96	179.52	10,161.3	-8,144.4	-769.0	8,137.7	0.00	0.00	0.00
18,400.0	88.96	179.52	10,163.2	-8,244.4	-768.2	8,237.7	0.00	0.00	0.00
18,500.0	88.96	179.52	10,165.0	-8,344.4	-767.3	8,337.7	0.00	0.00	0.00
18,600.0	88.96	179.52	10,166.8	-8,444.4	-766.5	8,437.7	0.00	0.00	0.00
18,700.0	88.96	179.52	10,168.6	-8,544.3	-765.6	8,537.6	0.00	0.00	0.00
18,800.0	88.96	179.52	10,170.4	-8,644.3	-764.8	8,637.6	0.00	0.00	0.00
18,900.0	88.96	179.52	10,172.2	-8,744.3	-764.0	8,737.6	0.00	0.00	0.00
19,000.0	88.96	179.52	10,174.0	-8,844.3	-763.1	8,837.6	0.00	0.00	0.00
19,100.0 19,200.0 19,300.0 19,400.0 19,500.0	88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,175.9 10,177.7 10,179.5 10,181.3 10,183.1	-8,944.3 -9,044.2 -9,144.2 -9,244.2 -9,344.2	-762.3 -761.5 -760.6 -759.8 -758.9	8,937.6 9,037.6 9,137.5 9,237.5 9,337.5	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
19,600.0 19,700.0 19,800.0 19,900.0 20,000.0	88.96 88.96 88.96 88.96	179.52 179.52 179.52 179.52 179.52	10,184.9 10,186.8 10,188.6 10,190.4 10,192.2	-9,444.2 -9,544.1 -9,644.1 -9,744.1 -9,844.1	-758.1 -757.3 -756.4 -755.6 -754.8	9,437.5 9,537.5 9,637.5 9,737.4 9,837.4	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
20,100.0 20,200.0 20,283.7	88.96 88.96 88.96 3.7 - BHL - De	179.52 179.52 179.52	10,194.0 10,195.8 10,198.1	-9,944.1 -10,044.0 -10,127.7	-753.9 -753.1 -752.5	9,937.4 10,037.4 10,121.1	0.00 0.00 0.00	0.00 0.00 0.00	0.00 0.00 0.00

Database: EDM 5000.14 Server
Company: Matador Production Company

Project: Ranger/Arrowhead
Site: Dee Osborne

Well: Dee Osborne 1930 State Com #123H

Wellbore: Wellbore #1
Design: State Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Dee Osborne 1930 State Com #123H

KB @ 3670.1usft KB @ 3670.1usft Grid

Design Targets									
Target Name - hit/miss target D - Shape	Dip Angle	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
VP - Dee Osborne Sta - plan hits target cer - Point	0.00 nter	0.00	9,445.0	321.2	-839.9	536,493.50	786,225.60	32° 28' 17.439 N	103° 24' 18.885 W
BHL - Dee Osborne S - plan hits target cer	0.00 nter	0.00	10,198.1	-10,127.7	-752.5	526,044.73	786,312.95	32° 26' 34.044 N	103° 24' 18.925 W

Formations							
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,701.0	1,701.2	Depth (Rustler)		1.04	179.52	
	2,101.9	2,101.0	Depth (Salado)		1.04	179.52	
	3,519.0	3,504.7	Depth (G30:CS14-CSB)		1.04	179.52	
	4,053.7	4,034.2	Depth (Capitan (T))		1.04	179.52	
	5,703.2	5,667.7	Depth (G13: Cherry Cyn.)		1.04	179.52	
	6,740.3	6,694.7	Depth (G7: Brushy Cyn.)		1.04	179.52	
	7,825.9	7,769.7	Depth (G5: L. Brushy Cyn.)		1.04	179.52	
	8,135.6	8,076.5	Depth (G4: BSGL (CS9))		1.04	179.52	
	8,621.8	8,561.2	Depth (L8.2: U. Avalon Shale)		1.04	179.52	
	8,685.8	8,625.2	Depth (L6.3: Avalon Carb)		1.04	179.52	
	9,069.8	9,009.2	Depth (L6.2: L. Avalon Shale)		1.04	179.52	
	9,197.8	9,137.2	Depth (L5.3: FBSC)		1.04	179.52	
	9,275.8	9,215.2	Depth (L5.1: FBSG)		1.04	179.52	
	9,357.8	9,297.2	Depth (M. FBSG)		1.04	179.52	
	9,416.8	9,356.2	Depth (L. FBSG)		1.04	179.52	
	9,459.8	9,399.2	Depth (L4.3: SBSC)		1.04	179.52	
	9,852.4	9,771.1	Depth (L4.1: SBSG)		1.04	179.52	
	10,007.1	9,885.0	Depth (L4.1: SBSG B Carb)		1.04	179.52	
	10,165.2	9,968.4	Depth (SBSG B Target)		1.04	179.52	

Plan Annotat	ions					
	Measured Depth (usft)	Vertical Depth (usft)	Local Coor +N/-S (usft)	dinates +E/-W (usft)	Comment	
	1,500.0	1,500.0	0.0	0.0	Start Build 1.00	
	2,300.0	2,297.4	19.9	-52.1	Start 5793.6 hold at 2300.0 MD	
	8,093.6	8,034.7	307.9	-805.2	Start Drop -1.50	
	8,627.0	8,566.3	321.2	-839.9	Start 878.7 hold at 8627.0 MD	
	9,505.7	9,445.0	321.2	-839.9	Start Build 10.00	
	10,395.3	10,017.9	-241.3	-835.2	Start 76.2 hold at 10395.3 MD	
	10,471.5	10,019.2	-317.5	-834.6	Start 9812.2 hold at 10471.5 MD	
	20,283.7	10,197.3	-10,127.8	-752.4	TD at 20283.7	

State of New Mexico
Energy, Minerals and Natural Resources Department

Submit Electronically
Via E-permitting

Date: 3-28-22

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

Section 1 – Plan Description Effective May 25, 2021

II. Type: ⊠Original ☐ Amendment due to ☐ 19.15.27.9.D(6)(a) NMAC ☐ 19.15.27.9.D(6)(b) NMAC ☐ Other

I. Operator: Matador Production Company OGRID: 228937

If Other, please describe:								
III. Well(s): Provide the recompleted from a single					wells pi	oposed to	be dril	led or proposed to be
Well Name	API	ULSTR	Footages	Anticipated Oil BBL/D		icipated MCF/D		Anticipated Produced Water BBL/D
Dee Osbourne 1930 State Com #121H	TBD	UL-1 Sec 19 T21S R35E	150' FNL 1,140' FWL	1,000	1,500		5,000	
Dee Osbourne 1930 State Com #122H	TBD	UL-1 Sec 19 T21S R35E	180' FNL 1.140' FWL	1,000	1,500		5,000	
Dee Osbourne 1930 State Com #123H	TBD	UL-A Sec 19 T21S R35E	240' FNL 1,100' FEL	1,000	1,500		5,000	
Dee Osbourne 1930 State Com #124H	TBD	UL-A Sec 19 T21S R35E	270' FNL 1,100' FEL	1,000	1,500		5,000	
IV. Central Delivery Poi								7.9(D)(1) NMAC]
V. Anticipated Schedule proposed to be recomplete					vell or s	et of wells	s propo	sed to be drilled or
Well Name	API	Spud Date	TD Reached Date	Completion Commencemen		Initial Back I		First Production Date
Dec Osbourne 1930 State Com #121H	LBD	6/6/2022	7/6/2022	9/27/2022		10/23/2022		10/23/2022
Dee Osbourne 1930 State Com #122H	TBD	7/14/2022	8/14/2022	9/27/2022		10/23/2022		10/23/2022
Dee Osbourne 1930 State Com #123H	TBD	8/07/2022	9/07/2022	9/27/2022		10/23/2022		10/23/2022
Dee Osbourne 1930 State Com #124H	ТВО	8/22/2022	9/22/2022	9/27/2022		10/23/2022		10/23/2022

- VI. Separation Equipment:

 Attach a complete description of how Operator will size separation equipment to optimize gas capture.
- VII. Operational Practices:
 ☐ Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC.

Section 2 – Enhanced Plan EFFECTIVE APRIL 1, 2022

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in

- XI. Map. \square Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.
- XII. Line Capacity. The natural gas gathering system \square will \square will not have capacity to gather 100% of the anticipated natural gas production volume from the well prior to the date of first production.
- XIII. Line Pressure. Operator \(\subseteq \text{does} \) does not anticipate that its existing well(s) connected to the same segment, or portion, of the natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new well(s).
- ☐ Attach Operator's plan to manage production in response to the increased line pressure.
- XIV. Confidentiality:
 Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided in Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information for which confidentiality is asserted and the basis for such assertion.

Section 3 - Certifications

Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal:

□Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system; or

□ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system.

If Operator checks this box, Operator will select one of the following:

Well Shut-In.
☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or

Venting and Flaring Plan. \square Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including:

- (a) power generation on lease;
- (b) power generation for grid;
- (c) compression on lease;
- (d) liquids removal on lease;
- (e) reinjection for underground storage;
- (f) reinjection for temporary storage;
- (g) reinjection for enhanced oil recovery;
- (h) fuel cell production; and
- (i) other alternative beneficial uses approved by the division.

Section 4 - Notices

- 1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:
- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature: B
Printed Name: Ryan Hernandez
Title: Production Engineer
E-mail Address: rhernandez@matadorresources.com
Date: 3-18-12
Phone: (972) 619-1276
OIL CONSERVATION DIVISION
(Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date;
Conditions of Approval:
*

Addendum to Natural Gas Management Plan for Matador's Dee Osbourne 1930 State Com #121H #122H #123H #124H

VI. Separation Equipment

Flow from each well will be routed via a flowline to a 48"x15" three phase separator dedicated to the well. The first stage separators are sized with input from BRE ProMax and API 12J. Expected production from each well is approximately 1,100 mcfd, 900 bopd, and 1,500 bwpd. Liquid retention times at expected maximum rates will be >3 minutes. Gas will be routed from the first stage separator to sales. Hydrocarbon liquids are dumped from the first stage separator and commingled to one or more heater treaters. The flash gas from the heater treater(s) could either be sent to sales or routed to a compressor if the sales line pressure is higher than the MAWP of the heater treater (125 psi). From the heater treaters, hydrocarbon liquid will be routed to the tanks where vapor is compressed by a VRU if technically feasible to either sales or a compressor if the sales line pressure is higher than the VRU's maximum discharge pressure (~150 psi). Therefore, Matador has sized our separation equipment to optimize gas capture and our separation equipment is of sufficient size to handle the expected volumes of gas.

VII. Operation Practices

Although not a complete recitation of all our efforts to comply with a subsection A through F of 19.15.27.8 NMAC, a summary is as follows. During drilling, Matador will have a properly sized flare stack at least 100 feet from the nearest surface hole. During initial flowback we will route the flowback fluids into completion or storage tanks and, to the extent possible, flare rather than vent any gas. We will commence operation of a separator as soon as technically feasible, and have instructed our team that we want to connect the gas to sales as soon as possible but not later than 30 days after initial flowback.

Regarding production operations, we have designed our production facilities to be compliant with the requirements of Part E of 19.15.27.8 NMAC. We will instruct our team to perform the AVOs on the frequency required under the rules. While the well is producing, we will take steps to minimize flaring during maintenance, as set forth below, and we have a process in place for the measuring of any flared gas and the reporting of any reportable flaring events.

VII. Best Management Practices

Steps are taken to minimize venting during active or planned maintenance when technically feasible including:

- Isolating the affected component and reducing pressure through process piping
- Blowing down the equipment being maintained to a control device
- Performing preventative maintenance and minimizing the duration of maintenance activities
- Shutting in sources of supply as possible
- Other steps that are available depending on the maintenance being performed