

11/20/2015 DATE IN	SUSPENSE	ENGINEER	11/20/2015 LOGGED IN	NSL TYPE	P44AM1532456976 APP NO.
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply

[A] ☐ Working, Royalty or Overriding Royalty Interest Owners

[B] ☒ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jennifer Bradfute

Print or Type Name

Signature

Attorney

Title

11/20/2015

Date

jlb@modrall.com
e-mail Address

2015 NOV 20 P 59
RECEIVED OGD

*-M Atadior Production Company
228937
L261
-DNK 242327
KB #223H
30-015-Pending Pool
-Funch And Ranch
WOLF Camp (GAS)
76780*



RECEIVED OCD
2015 NOV 23 P 2:51

November 20, 2015

Jennifer L. Bradfute
505.848.1845
Fax: 505.848.1862
jlb@modrall.com

David Catanach
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Application of Matador Production Company for administrative approval of unorthodox well location for its Dr. K 24-23S-27E RB #223H well located in the S/2 of Section 24, Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico.

Dear Mr. Catanach:

Matador Production Company (OGRID No. 228937) seeks administrative approval of an unorthodox well location for its Dr. K 24-23S-27E RB #223H well (API number pending) to be completed within the Forehand Ranch, Wolfcamp (Gas) pool (Pool Code 76780) underlying the S/2 of Section 24, Township 23S, Range, 27E, Eddy County, New Mexico. Attached as **Exhibit A** is C-102 for the well. This is a horizontal well that will be drilled as follows:

Dr. K 24-23S-27E RB #223H

- Surface Hole Location in Section 23: 2093 feet from the South line and 330 feet from the East line of Section 23;
- First Perforation Point in Section 24: 2310 feet from the South line and 330 feet from the West line of Section 24;
- Last Perforation Point in Section 24: 2310 feet from the South line and 330 feet from the East line of Section 24; and
- Bottom Hole Location in Section 24: 2310 feet from the South line and 240 feet from the East line of Section 24.

Matador Production Company is requesting this NSL in order to efficiently produce its interests in Section 24. This well is producing from the Forehand Ranch, Wolfcamp (Gas) pool (Pool Code 76780). There are no

Modrall Sperling
Roehl Harris & Sisk P.A.

Bank of America Centre
500 Fourth Street NW
Suite 1000
Albuquerque,
New Mexico 87102

PO Box 2168
Albuquerque,
New Mexico 87103-2168

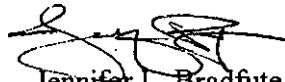
Tel: 505.848.1800
www.modrall.com

special pool rules for this pool, and thus the setback requirements under Rule 19.15.15.10(B) of 660' apply. As a result, the completed intervals for this well are closer than 660' from the boundary of the project areas. The unorthodox location will encroach towards the N/2 of Section 24. Matador is the operator in both the N/2 and S/2 of Section 24, and owns 100% of the working interests in Section 24. The well will also encroach towards the adjoining spacing units in Section 23, Township 23 South, Range 27 East and Section 19, Township 23 South, Range 28 East. **Exhibit B** is a plat showing the surrounding ownership and the project area for the proposed Dr. K 24-23S-27E RB #203H well in relation to adjoining units.

Exhibit C is a list of the parties affected by the encroachment. Each of these parties have been provided notice of this application by certified mail, return receipt requested, advising them that if they have any objection to this well, it must be filed with the New Mexico Oil Conservation Division within 20 days of the mailing of this notice. In addition, a copy of this application has also been provided to the New Mexico State Land Office.

Your attention to this matter is appreciated.

Sincerely,



Jennifer L. Bradfute

*Attorney for Matador Production
Company*

cc: New Mexico State Land Office
Post Office Box 1148
Santa Fe, New Mexico 87504

District I
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 Road, Aztec, NM 87410
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, NM 87505

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code 76780	³ Pool Name Forchland Ranch, Laramie Co., WY
⁴ Property Code	⁵ Property Name DR. K 24-23S-27E RB		⁶ Well Number #223H
⁷ OGRID No.	⁸ Operator Name MATADOR PRODUCTION COMPANY		⁹ Elevation 3127'

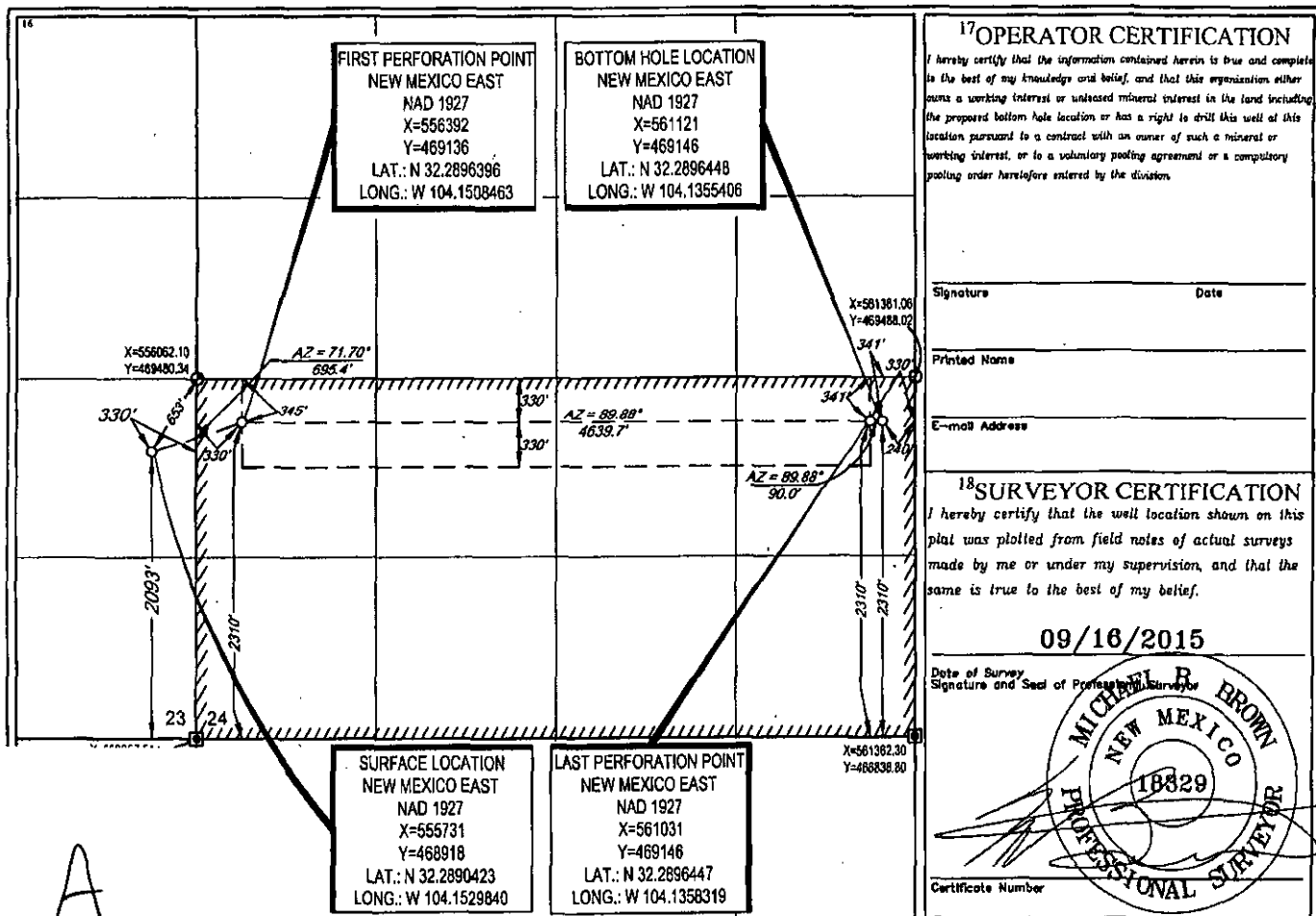
¹⁰Surface Location

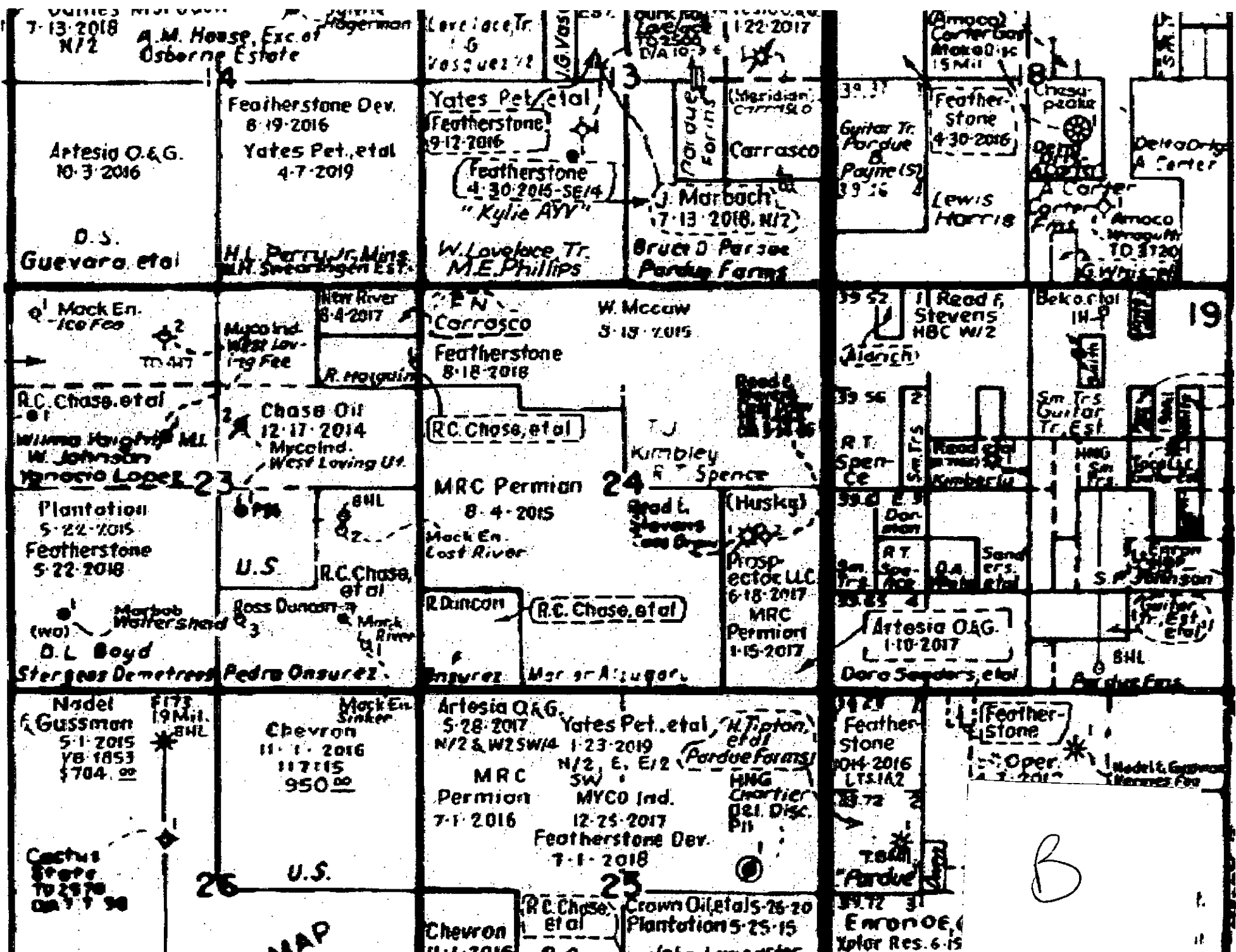
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	23	23-S	27-E	-	2093'	SOUTH	330'	EAST	EDDY

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	24	23-S	27-E	-	2310'	SOUTH	240'	EAST	EDDY

¹¹ Dedicated Acres 320	¹² Joint or Infill	¹³ Consolidation Code	¹⁴ Order No.
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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.





7-13-2018
N/2
A.M. House, Exc of
Osborne Estate

Artesia O&G.
10-3-2016

D.S.
Guevara et al

Featherstone Dev.
8-19-2016
Yates Pet, et al
4-7-2019

H.L. Perry, Jr, Mins.
H.R. Swearingen Est.

Love lace Tr.
Vasquez 12
Yates Pet, et al
Featherstone
9-12-2016
(Featherstone
4-30-2015 SE1/4
"Kylie AYY"
W. Lovelace Tr.
M.E. Phillips

12-22-2017
Carrasco
J. Marbach
7-13-2018, N/2
Bruce D. Parson
Parque Farms

Featherstone
4-30-2016
Lewis
Harris

Chesapeake
Della Carter
Amoco
TO 3720
G. White

Mack En.
Ice Fee
RC. Chase, et al
W. Johnson
Manacio Lopez

Chase Oil
12-17-2014
Myco Ind.
West Loving U.I.

Corrasco
Featherstone
8-18-2018
RC. Chase, et al

W. McCaw
3-13-2015
Kimbley
Spence

Read F.
Stevens
HBC N/2
R.T. Spence

Beko, et al
Sm Trs
Guilford Tr. Est.

Plantation
5-22-2015
Featherstone
5-22-2018
D.L. Boyd
Stergees Demetres

U.S.
RC. Chase, et al
Ross Duncan

MRC Permian
8-4-2015
Mack En.
Lost River
R. Dincom
R.C. Chase, et al

(Husky)
Prospector LLC
6-18-2017
MRC
Permian
1-15-2017

Artesia O&G.
1-10-2017
Dora Sanders, et al

S. Johnson
BHL
Parque Farms

Nadel
Gussman
5-1-2015
YB 1853
\$704.00
Cactus
State
TO 2578
ON 1-1-90

Chevron
11-1-2016
117115
950.00
U.S.

Artesia O&G.
5-28-2017
N/2 & W2SW/4
MRC
Permian
7-1-2016
Featherstone Dev.
7-1-2018
Chevron
11-1-2016

Yates Pet, et al
1-23-2019
N/2, E, E/2
SW
MYCO Ind.
12-25-2017
Crown Oil et al
5-26-20
Plantation
5-25-15

Featherstone
10-4-2016
LTS 162
Enron O&G
Xplor Res. 6-15

Featherstone
Oper.
Modelt, Gussman
Karnes Co

B



MODRALL SPERLING

L A W Y E R S

EXHIBIT C:

List of Affected Persons for the Application of Matador Production Company for administrative approval of unorthodox well location for its Dr. K 24-23S-27E RB #223H well located in the S/2 of Section 24, Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico.

COG Operating, LLC
One Concho Center
600 W. Illinois, Ave.
Midland, TX 79701

Chase Oil Corp.
11352 Lovington Hwy.
Artesia, NM 88210

Mack Energy Corp.
P.O. Box 960
Artesia, NM 88211

Xplor Resources, LLC
1104 N. Shore Dr.
Carlsbad, NM 88220

New River Mineral Holdings, LLC
1203 Country Club Drive
Carlsbad, NM 88220

Featherstone Development Corp.
P.O. Box 429
Roswell, NM 88202

Frank N. Carrasco
2405 Utah St.
Carlsbad, NM 88220

Read and Stevens, Inc.
P.O. Box 1518
Roswell, NM 88202

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Roehl Harris & Sisk P.A.

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New Mexico 87102

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Albuquerque,
New Mexico 87103-2168

Tel: 505.848.1800
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Page 2

Legacy Reserves Operating, LP
P.O. Box 10848
Midland, TX 79702

Nadel and Gussman Permian, LLC
601 N. Marienfeld
Suite 508
Midland, TX 79701