12/7/16 LOGGED IN

PE NSL

PLEL 1634235200

712/27/16

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 Projection 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-Sait Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] TYPE OF APPLICATION - Check Those Which Apply for [A] MATADOR PRODUCTION COMPANY Location - Spacing Unit - Simultaneous Dedication GUITAR 10-245-28E # 2014 \boxtimes NSL \square NSP \square SD API# 30-015-43940 POOL: Culebra Bluff; W.C., South Check One Only for [B] or [C] Commingling - Storage - Measurement DHC CTB PLC PC [B] □ OLS □ OLM (GAS)[# 75750] [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery □ WFX □ PMX □ SWD □ IPI □ EOR □ PPR [D] Other: Specify NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply 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 SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE [3] 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 L. Bradfute Attorner 12/5/2016 Print or Type Name Title Date 8ignature ilb@modrall.com

e-mail Address



December 5, 2016

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 Guitar 10-24S-28E RB #201H well located in the N/2 of Section 10, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico (the "Well").

Dear Mr. Catanach:

Matador Production Company (OGRID No. 228937) seeks administrative approval of an unorthodox well location ("NSL") for its Guitar 10-24S-28E RB #201H well (API No. forthcoming) to be completed within the Culebra Bluff; Wolfcamp, South (Gas) pool (Pool Code 75750) underlying the N/2 of Section 10, Township 24S, Range 28E, N.M.P.M., Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal Well that will be drilled as follows:

Guitar 10-24S-28E RB #201H

- <u>Surface Hole Location</u>: 933 feet from the North line and 254 feet from the West line of Section 11, Township 24 South, Range 28 East;
- <u>First Perforation Point</u>: 331 feet from the North line and 330 feet from the East line of Section 10, Township 24 South, Range 28 East;
- Last Perforation Point: 331 feet from the North line and 330 feet from the West line of Section 10, Township 24 South, Range 28 East; and
- Bottom Hole Location: 330 feet from the North line and 240 feet from the West line of Section 10, Township 24 South, Range 28 East.

Matador Production Company is requesting this NSL in order to efficiently produce its interests in Section 10. This Well will produce from the Culebra Bluff, Wolfcamp, South (Gas) pool (Pool Code 75750). There are no special

Jennifer L. Bradfute 505.848.1845 Fax: 505.848.1882 Jib@modrall.com

> Modrall Sperling Rochl Harris & Sisk

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

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tal. EAE 040 1000

pool rules for this pool, and thus the setback requirements under Rule 19.15.15.10(B) of 660' apply. The completed interval for the proposed Well is closer than 660' from the boundary of the project area. The unorthodox location will encroach towards the N/2 and SE/4 of Section 9, the N/2 and SW/4 of Section 11, the S/2 and NE/3 of Section 4, all of Section 3, and the S/2 and NW/4 of Section 2. A list showing the surrounding ownership and the project area for the proposed Well in relation to adjoining spacing units is attached as Exhibit B.

A list of the parties affected by the encroachment is attached as Exhibit C. Each of these parties has been provided notice of this application by certified mail, return receipt requested, advising them that if they have an objection to the location of 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,

Attorney for Matador Production Company

cc:

New Mexico State Land Office Post Office Box 1148 Santa Fe, New Mexico 87504 DCD ONLINE

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., Sante Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

320

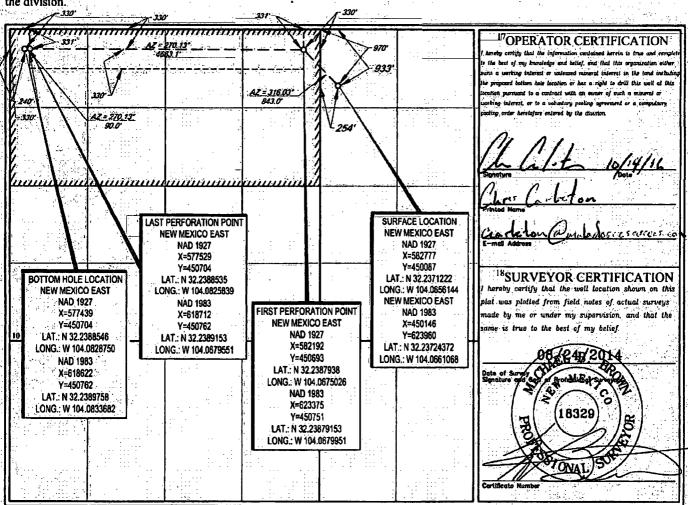
State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Sante Fe, NM 87505

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

AMENDED REPORT

	Б. Н. Н. Б V	VELL LOCATION	AND ACREAGE	DEDICATION PL	AT ,	
30-015-	Number 43940	¹ Pool Code 75750	CULEBRA	BLUFF,WOLFCAMP, S		
Property Code		GUI	Property Name FAR 10-245-28	E RB		Well Number #201H
OGRID No.		MATADOF	Operator Name R PRODUCTION (COMPANY		Elevation 2978
			10 Surface Location			
UL or lot no. D	Section Township 11 24-S	Range Lot Idn	Feet from the Nort	h/South line Feet from the 254'	East/West line WEST	EDDY
UL or lot no.	Section Township 10 24-S	Range Lot Idn 28-E -	Feet from the Nor. 330' NOI	th/South line Feet from th	East/West fine	County EDDY
Dedicated Acres	Joint or Infill "C	onsolidation Code 15 Order	No.		**************************************	

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.



District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First Si., 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., Sante 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.
Sante Fe, NM 87505

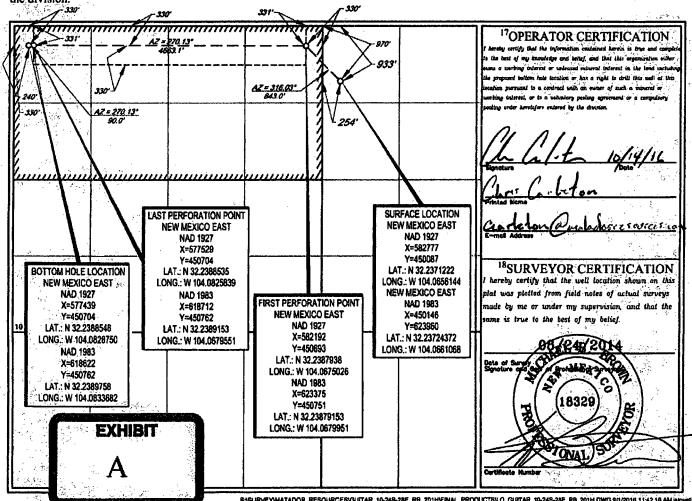
FORM C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

■ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number			7575	Pool Code	CU	Pool Name CULEBRA BLUFF; WOLFCAMP, SOUTH (GAS)				
¹ Property Code ⁷ OGRID No.				Property Name GUITAR 10-24S-28E RB					Well Number	
			М	Operator Name MATADOR PRODUCTION COMPANY			"Elevation 2978"			
			-		10Surface Loc	ation				
UL or lot no. D	Section 11	Township 24-S	28-E	Let Ida	Peet from the	North/South line NORTH	Feet from the 254'	WEST	County EDDY	
UL or lot no.	Saulas	Towaship	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	Count	
D	10	24-S	28-E	-	330'	NORTH	240'	WEST	EDDY	
Dedicated Acres	13 Joint or 1	nfill "Co	nsolidation Code	(SOrder)	Yo.			·		

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.



Midland Map

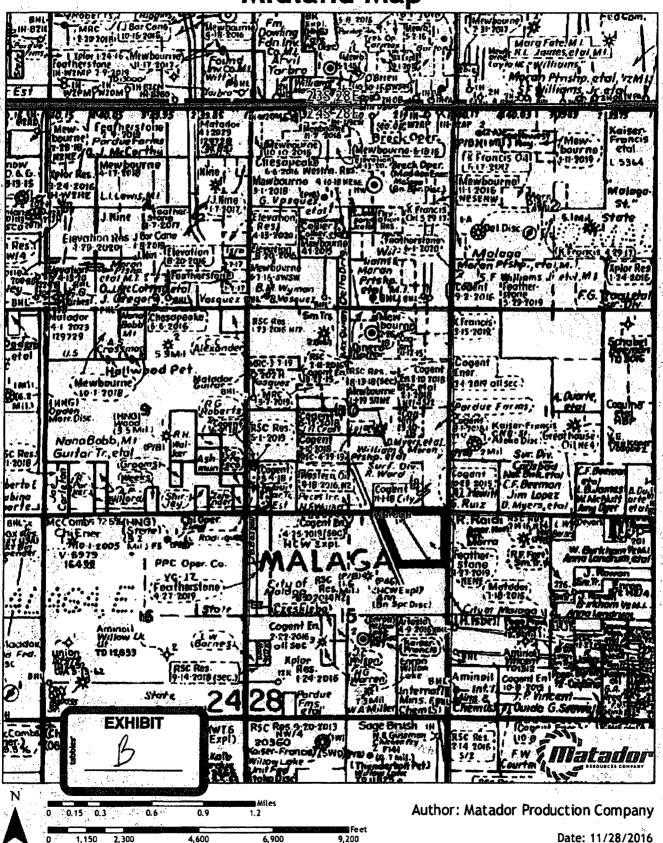


EXHIBIT C:

List of Affected Persons for the Application of Matador Production Company for administrative approval of unorthodox well location for its Guitar 10-24S-28E RB #201H well located in the N/2 of Section 10, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Section 2

Kaiser Francis Oil Company PO Box 21468 Tulsa, OK 74121

Section 3

Mewbourne Oil Company PO Box 5270 Hobbs, NM 88241

Section 4

Mewbourne Oil Company PO Box 5270 Hobbs, NM 88241

Section 9

Chevron Midcontinent, L.P. Attn: Permitting Team 6301 Deauville Blvd. Midland, TX 79706

Mewbourne Oil PO Box 7698 Tyler, TX 75701

J Bar Cane, Inc. 3660 Highway 41 Stanley, New Mexico 87056

Paula K. Lewis 149 Indian Trail Coldwater, MI 49036 Ruby E. Pounty 1622 South Edgemore Wichita, Kansas 67218

Agnus W. McCain 1301 Hale Ave. Escondido, Ca 92025

Section 11

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

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

MATADOR APPLICATION NOTICE GUITAR RB #201H AND

GUITAR RB #221H MAILED: DECEMBER 6, 2016

PARTIES	CERTIFIED RECEIPT NO.
S	ection 2
Kaiser Francis Oil Company PO Box 21468 Tulsa, OK 74121	7015-1520-0002-9719-9361
Mewbourne Oil PO Box 7698 Tyler, TX 75701	7015-1520-0002-9719-9392
Mewbourne Oil Company PO Box 5270 Hobbs, NM 88241	7015-1520-0002-9719-9378
Chevron Midcontinent, L.P. Attn: Permitting Team 6301 Deauville Blvd. Midland, TX 79706	7015-1520-0002-9719-9385
J Bar Cane, Inc. 3660 Highway 41 Stanley, New Mexico 87056	7015-1520-0002-9719-9408
Paula K. Lewis 149 Indian Trail Coldwater, MI 49036	7015-1520-0002-9719-9415
Ruby E. Pounty 1622 South Edgemore Wichita, Kansas 67218	7015-1520-0002-9719-9422
Agnus W. McCain 1301 Hale Ave. Escondido, Ca 92025	7015-1520-0002-9719-9439
COG Production, LLC One Concho Center 600 W. Illinois Ave. Midland, TX, 79701	7015-1520-0002-9719-9446
COG Operating, LLC One Concho Center 600 W. Illinois Ave. Midland, TX, 79701	7015-1520-0002-9719-9453

Y:\dox\client\85889\0005\INDEX\W2831617.DOCX



LAWYERS

December 5, 2016

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

Jennifer L. Bradfute 505.848.1845 Fax: 505.848.1882 jib@modrall.com

TO AFFECTED PARTIES

Re: Application of Matador Production Company for administrative approval of unorthodox well location for its Guitar 10-24S-28E RB #201H well located in the N/2 of Section 10, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Ladies and Gentlemen:

Enclosed in the notice is a copy of the above referenced application filed with the New Mexico Conservation Division on this date. Any objections that you have to this application must be filed in writing with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the above referenced application, or otherwise this application may be administratively approved by the Division.

If you have any questions concerning this application, please contact:

Chris Carleton Matador Production Company 5400 LBJ Freeway, Suite 1500 Dallas, TX 75240 Phone: 972-371-5430

If you have no objection to this application, please sign the waiver as indicated below and return the original. Your assistance and cooperation in this matter are appreciated.

Sincerely,

Attorney for Matador Production Company

Modrall Sperling Roehl Harris & Sisk

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

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel- 505 848 1800

WAIVER

·	hereby waives objection to the above
	thodox Location for the Guitar 10-24S-281
RB #201H well, underlying the N/2	2 of Section 10, Township 24 South, Range
28 East, Eddy County, New Mexico).
Dated:	
	Signature

LLOWE (PETROLEUM ENGINEER FOR OCD) SIGN OUT HELP

NSL-7495

Operators

Operator Data

OCD Only

Administration

OCD Permitting

Land Searches

Section: 10-24S-28E

Type:

Total Acres: 640

County:

Eddy (15)

(b)		C (C)		B (B)		A (A)	P
P ₂ Fee ¹		Fee ¹	-	Fee ¹		Fee 1	
Fee 2		Fee 2		Fee 2		Fee 2	
(15)	40	(15)	40	(15)	- 1	(15)	40
E (E)		F (F)		G (G)		H (H)	
Fee ¹		Fee ¹		Fee ¹		Fee 1	
Fee 2		Fee ²		Fee ²		Fee ²	
(15)	40	(15)	40	(15)	40	(15)	40
L (L)	\neg						_
L (L)		K (K)		J (J)		I (I)	
Fee 1		K (K)		J (J) Fee ¹		I (I) Fee ¹	
5.0%		1 2				2.20	
Fee ¹	40	Fee 1	40	Fee ¹	40	Fee ¹	40
Fee ¹	40	Fee ¹	40	Fee ¹	- 1	Fee ¹	
Fee ¹ Fee ² (15)	40	Fee ¹ Fee ² (15)	40	Fee ¹ Fee ² (15)	- 1	Fee ¹ Fee ² (15)	
Fee ¹ Fee ² (15)	40	Fee ¹ Fee ² (15)	40	Fee ¹ Fee ² (15)	40	Fee ¹ Fee ² (15)	

P. = 331' FNL& 330' FEL SEC 10 HYP = 467' P2 = 331' FNL& 330' FWL SEC 10

Affected 9EC 11 SEC 2 SEC 3 SEC 4 9EC 9

Note 1 = Surface Owner Rights

Note 2 = Sub-Surface Mineral Rights

Land Restrictions

No land restrictions found for this section.

Return to Search

New Mexico Energy, Minerals and Natural Resources Department | Copyright 2012 1220 South St. Francis Drive | Santa Fe, NM 87505 | P: (505) 476-3200 | F: (505) 476-3220

> EMNRD Home OCD Main Page

OCD Rules

Lowe, Leonard, EMNRD

From:

Sent: Thursday, January 12, 2017 10:04 AM

'Jennifer L. Bradfute' To:

Cc: Sharp, Karen, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones,

William V, EMNRD; 'lisa@rwbyram.com'

Lowe, Leonard, EMNRD

Subject: APPROVED NSLs FOR GUITAR 10 24 28 RB WELL (# 201H, # 205H, # 221H, # 225H)

Importance: High

Ms. Jennifer Bradfute

The following administrative orders have been issued and will soon be available on the Division's web site: http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx

347. TUNES

NSL-7495

API #: 30-015-43940

WELL: Guitar 10 24 28 RB Well No. 201H, Eddy County

NSL-7496

API #: 30-015-43993

WELL: Guitar 10 24 28 RB Well No. 205H, Eddy County

NSL-7497

API#: 30-015-43966

WELL: Guitar 10 24 28 RB Well No. 221H, Eddy County

NSL-7498

API #: 30-015-PENDING

WELL: Guitar 10 24 28 RB Well No. 225H, Eddy County

Leonard Lowe

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492 Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: http://www.emnrd.state.nm.us/ocd/