

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



December 17, 2018

Jordan L. Kessler
Holland & Hart LLP
jlkessler@hollandhart.com
PO Box 2208
Santa Fe, NM 87504-2208

RE: Request for Time Extension to Complete a Proposed Well

Case No. 15787, R-14462 approved date October 4, 2018

Applicant/Operator: Matador Production Company

Proposed Well:

Vera Rae Federal Well No. 204H, API No. 30-025-44494

Dear Sir or Madam:

The following pertains to your request received by the Division on November 21, 2018 and to the requirements in the captioned hearing order.

You have requested an extension of the 120-day time limit given by the Division in the captioned order in which to drill and complete at least one of the captioned well(s) after commencement of drilling operations on the first of the proposed well(s).

The operator has commenced drilling this well on September 26, 2018 but intends to simultaneously complete this well with companion wells [subject of a separate hearing orders] and therefore needs additional time to complete. Accordingly, you are requesting a 240-day time limit to replace the existing time limit.

The operator is hereby given 240 days as a time limit between the spud date of the first of the referenced well(s) to the date the C-104 is approved for at least one of the wells. All other provisions of this order remain in full force and effect.

Sincerely,

HEATHER RILEY
Director

HR/wvjj

cc: Oil Conservation Division – Hobbs
Case No. 15787



November 21, 2018

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VIA HAND DELIVERY

Heather Riley
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Dr.
Santa Fe, New Mexico 87505

Re: Request for extension of deadline for drilling and completion of initial well.
Division Order Nos. R-14460: Verna Rae No. 133H
R-14461: Verna Rae No. 134H
R-14462: Verna Rae No. 204H

Dear Ms. Riley:

Order Nos. R-14460, 14461, and 14462 compulsory pooled uncommitted interest owners in the following spacing units in Section 6, Township 20, Range 34 East, NMPM, Lea County, New Mexico:

- Order No. R-14460: W/2E/2 of Section 6 (Bone Spring formation). Spacing unit dedicated to the Verna Rae Federal Com No. 133H Well as the initial well;
- Order No. R-14461: E/2E/2 of Section 6 (Bone Spring formation). Spacing unit dedicated to the Verna Rae Federal Com No. 134H Well as the initial well;
- Order No. R-14462: E/2E/2 of Section 6 (Wolfcamp formation). Spacing unit dedicated to the Verna Rae Federal Com No. 204H Well as the initial well.

Each Order named Matador Production Company ("Matador") as the operator of the spacing unit. Paragraph 6 of each order requires that the initial well be drilled and completed within 120 days after commencement, or that an extension be obtained from the Division Director. Matador is planning to batch drill and complete these wells from a single pad. The first well will be spud in September, but the drilling rig will remain on location for over 90 days to drill all three wells. This does not allow sufficient time for a completion of all three wells prior to the expiration of the 120-day time limit.



In accordance with Paragraph 6, Matador respectfully requests an extension of an additional 120 days (240 days total) under each order between drilling and completion of the initial well to allow time for batch drilling and completion.

Your attention to this application is appreciated.

Sincerely,



Jordan L. Kessler

**ATTORNEY FOR MATADOR PRODUCTION
COMPANY**

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