Matador Production Company One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240 Voice 972.371.5284 • Fax 214.866.4832 darnold@matadorresources.comb HAY 12 A 10: 22

Dana R. Arnold Staff Attorney

May 9, 2016

New Mexico Oil Conservation Division Attn: David Catanach 1220 South St. Francis Drive Santa Fe, New Mexico 87505 David. Catanach@state.nm.us

Re: **Itemized Schedule of Estimated Costs** Case No. 15478 **Order No. R-14156**

Dear Mr. Catanach:

Pursuant to Paragraph 10 of Order No. R-14156, Matador Production Company hereby submits the following itemized schedule of estimated costs for its Mallon 27 Federal Com No. 1H Well:

	Intangible	Tangible
Drilling	\$2,433,739	\$611,500
Completion	\$3,704,118	\$36,000
Production	\$43,600	\$341,000
Facility	\$120,450	\$429,000
Total Intangible	\$6,301,907	
Total Tangible	\$1,417,500	
		
Total	\$7,719,407	

Thank you, and please contact me with any questions.

Sincerely,

Jones

-Dana R. Arnold

cc:florene.davidson@state.nm.us