

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DIVISION
OIL CONSERVATION DIVISION

APPLICATION OF MATADOR PRODUCTION
COMPANY FOR A NON-STANDARD SPACING
AND PRORATION UNIT AND COMPULSORY
POOLING, LEA COUNTY, NEW MEXICO.

Case No. 15363

SUBPOENA

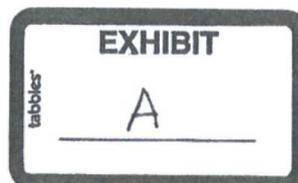
TO: Matador Production Company
c/o Jordan L. Kessler
Holland & Hart LLP
P.O. Box 2208
Santa Fe, NM 87504-2208
jkessler@hollandhart.com

YOU ARE HEREBY COMMANDED pursuant to NMSA 1978 §70-2-8 and Rule 19.15.4.16.A NMAC to produce the following documents at the offices of the Gallegos Law Firm, P.C., 460 St. Michael's Drive, Bldg. 300, on or before August 21, 2017:

1. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the cost entries listed on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

2. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the Total Costs of \$110,198 for "Land/Legal/Regulatory" on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

3. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the Total Costs of \$404,090 for "Rental: Surface



Equipment" on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

4. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the Total Costs of \$182,918 for "Production Vessels" on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

5. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the Total Costs of \$116,655 for "Non-controllable Surface" on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

6. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the Total Costs of \$8,328 for "Technical Supervision" on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

7. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the Total Costs of \$98,170 for "Rental Living Quarters" on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

8. All documents, including but not limited to contracts, invoices, bills, charges, etc. which relate to and support the Total Costs of \$82,283 for "Flow Lines" on Matador's Estimate of Actual Well Costs as of 4/5/2017 provided to Jalapeno on or about June 27, 2017 related to the Airstrip State Com 201H well.

9. The complete well file for the Airstrip State Com 201H well from the date the well was spud to the present.

10. All documents which reflect any charges or costs Matador has charged consenting non-operators for the Airstrip State Com 201H well.

11. Any exhibits Matador intends to introduce at the hearing in Case No. 15363 concerning the Division's determination of reasonable well costs.

A handwritten signature in black ink, appearing to read "David Catanach", written over a horizontal line.

David Catanach, Director
Oil Conservation Division