Matador Production Company

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ifilbert@matadorresources.com

OCD - HOBBS 08/05/2019 RECEIVED

Jon Filbert Vice President of Land

July 25, 2019

VIA CERTIFIED MAIL/RRR

Sean Johnson Land Supervisor COG Operating LLC

Re: Matador's Leo Thorsness 13-24S-33E AR #135 (the "Leo Thorsness #135").

Dear Sean,

I am writing to advise COG Operating LLC of Matador Production Company's intent to file an application for a permit to drill our Leo Thorsness #135 (a draft C102 of which is enclosed), which is a one-mile stand-up lateral in the W/2 W/2 of Section 13, 24S, 33E, Lea County, New Mexico. The Leo Thorsness #135 will be completed in the Third Bone Spring at an approximate TVD depth of 11,900 feet.

COG currently operates its Deckard Fee No. 001H in this same spacing unit in the W/2 W/2 of Section 13. The Deckard Fee No. 001 is completed in the Second Bone Spring at an approximate maximum TVD depth of 11,034 feet. Accordingly, these wells are in separate, non-competing reservoirs with over 850 feet between their TVDs, as well as being a few hundred feet apart in horizontal spacing.

Matador plans to spud the Leo Thorsness #135 on approximately August 11, 2019. Given the above, Matador requests that COG waive any objections to Matador's Leo Thorsness #135 under NMAC 19.15.14.9 and 19.15.15.12. This would facilitate us receiving an approved drilling permit faster in order to meet our expected spud date. We appreciate your consideration of this request.

If COG is willing to waive any objections under NMAC 19.15.14.9 and 19.15.15.12 to Matador's Leo Thorsness #135, please sign below to confirm such waiver. If you have any questions, please give Trey Goodwin or me a call at your convenience.

COG Operating LL

v: Sean Votason

Its: Honey-in-Facts

Jon/Filbert

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KAP

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

			LUU DO		AND ACIE	AGE DEDICA				
API Number				¹ Pool Code 96434		Red Hills; Bone Spring, North				
⁴ Property Code		5Pro				perty Name			Well Number	
		LEO THORSNESS 13-24S-33E AR							#135H	
OGRID No.		Operator Name							Elevation	
228937		MATADOR PRODUCTION COMPANY							3602'	
<u> </u>					10 Surface Lo	cation				
UL or let no.	Section	Township	Range	Lot lån	Feet from the	North/South line	Feet from the	East/West line	County	
A	14 🗏	24-S	33-E	-	569'	NORTH	35'	EAST	LEA	
			11 _E	Bottom Hole	Location If Di	fferent From Surf	ace		·	
UL or lot no.	Section	Townskip	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	Count	
M	13	24-S	33-E	-	60'	SOUTH	990,	WEST	LEA	
Dedicated Acres	¹³ Joint or	infall ¹⁴ Co	nzolidation Cod	e ^{IS} Order	No.					
160										

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.

