

United States Department of the Interior

TAKE PRIDE INAMERICA

BUREAU OF LAND MANAGEMENT
Pecos District
Carlsbad Field Office
620 E. Greene
Carlsbad, New Mexico 88220-6292
www.blm.gov/nm

3180 (P0220) NMNM104046

70.615.81022 75-315.81548 30-315-32565

April 11, 2016

Your Reference: Designation of Successor Operator Communitization Agreement No. NMNM104046 Eddy County, New Mexico

CERTIFIED—RETURN RECEIPT REQUESTED 7014 2120 0001 4869 6911

Matador Production Company P.O. Box 1936 Roswell, NM 88202-1936

Gentlemen:

This office has received and reviewed your Designation of Successor Operator in which your company has agreed to assume all rights, duties, and obligations as the operator of the Communitization Agreement No. NMNM104046 covering the S2NW, SW, and Lots 3 and 4, sec. 5, T. 18 S., R. 31 E., NMPM, Eddy County, New Mexico. The instruments are executed by Matador Production Company as operator of the communitized area.

The designation of Matador Production Company as successor operator of the communitized area, effective 03/01/2015 is hereby approved.

In accordance with this approval, Matador Production Company is responsible for all operations and the reporting of all production from the communitized area. Well signs should also reflect Matador Production Company as operator. Please inform all interested principles of such approval.

In approving this designation, the Authorized Officer neither warrants nor certifies that the designated party has obtained all required approvals that would entitle it to conduct operations under Communitization Agreement No. NMNM104046.

If you have any questions regarding this letter, please contact Edward G. Fernandez, Petroleum Engineer at the Division of Lands and Minerals at (575) 234-2220.

Sincerely,

Stephen Caffey Assistant Field Manager, Lands and Minerals

1 Enclosure

cc:

ONRR (MMS), Denver NMOCD-Artesia NM (P0221), CFO I&E NM (P0220), CFO