

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
- Engineering Bureau -  
1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD

NSL - 7410

Matador Prod. Company  
228937

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM

WELL: GUITAR 10-245-28E  
# 222H

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR

API# 30-015-PENDING  
43693  
POOL: CULEBRA BLUFF;

- [D] Other: Specify \_\_\_\_\_

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A]  Working, Royalty or Overriding Royalty Interest Owners  
 [B]  Offset Operators, Leaseholders or Surface Owner  
 [C]  Application is One Which Requires Published Legal Notice  
 [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
 [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,  
 [F]  Waivers are Attached

WOLF CAMP SOUTH  
(GAS)  
(#75750)

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Zoe E. Lees  
Print or Type Name

*Zoe E. Lees*  
Signature

Attorney  
Title

2/22/2016  
Date

zoe.lees@modrall.com  
e-mail Address



MODRALL SPERLING

L A W Y E R S

May 13, 2016

Zoë E. Lees  
505.848.1859  
Fax: 505.848.9710  
zel@modrall.com

David Catanach  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Follow up Letter Concerning the Application of Matador Production Company for administrative approval of unorthodox well location for its Guitar 10-24S-28E RB #222H well located in the N/2 of Section 10, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.**

Dear Mr. Catanach:

Matador Production Company (OGRID No. 228937) filed an administrative application on February 22, 2016 for the administrative approval of an unorthodox well location for its Guitar 10-24S-28E RB #222H well (API No. 30-015-43693) to be completed within the Culebra Bluff; Wolfcamp, South Gas Pool (Pool Code 75750) underlying the N/2 of Section 10, Township 24S, Range, 28E, Eddy County, New Mexico. Attached as **Exhibit A** is a revised C-102 for the well.

As we have previously discussed, this application received a protest from Randy Cate, on behalf of RSC Resources, L.P., Cogent Energy, Inc., and Guardian Operating Corp. Matador reached an agreement with Mr. Cate in which he would withdraw his protest in exchange for Matador amending the NSL application to 990 feet off the midsection line of the N/2 of Section 10, Township 24S, Range, 28E, Eddy County, New Mexico. This letter reflects this change. All parties entitled to notice pursuant to the new C-102 already received notice of the NSL in February.

Modrall Sperling  
Roehl Harris & Sisk P.A.

Bank of America Centre  
500 Fourth Street NW  
Suite 1000  
Albuquerque,  
New Mexico 87102

PO Box 2168  
Albuquerque,  
New Mexico 87103-2168

Tel: 505.848.1800  
www.modrall.com

The revised perforations for the well based on the agreement with Mr. Cate are as follows:

**Guitar 10-24S-28E RB #222H**

- **Surface Hole Location:** 1753 feet from the North line and 205 feet from the East line of Section 10, Township 24 South, Range 28 East;
- **First Perforation Point:** 1635 feet from the North line and 330 feet from the East line of Section 10, Township 24 South, Range 28 East;
- **Last Perforation Point:** 1649 feet from the North line and 330 feet from the West line of Section 10, Township 24 South, Range 28 East; and
- **Bottom Hole Location:** 1649 feet from the North line and 240 feet from the West line of Section 10 Township 24 South, Range 28 East.

As you can see the proposed perforations will no longer encroach towards the interests located in the S/2 of Section 10. There are no special pool rules for this pool, and thus the setback requirements under Rule 19.15.15.10(B) of 660' apply. The completed interval for this well will be closer than 660' from the east and west boundaries of the project area, and notice was properly provided to affected parties in the adjoining spacing units in February. Matador Production Company requested this NSL in order to efficiently produce its interests in Section 10. This well is producing from the Culebra Bluff; Wolfcamp, South Gas Pool (Pool Code 75750).

Your attention to this matter is appreciated.

Sincerely,

  
Zoe E. Lees  
*Attorney for Matador Production  
Company*

Updated

District I  
1625 N French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720  
District II  
811 S First 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  
1320 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

<sup>1</sup> API Number	<sup>2</sup> Pool Code 75750	<sup>3</sup> Pool Name Culebra Bluff; Wolfcamp, South (Gas)
<sup>4</sup> Property Code	<sup>5</sup> Property Name GUITAR 10-24S-28E RB	
<sup>6</sup> OGRID No. 224937	<sup>7</sup> Operator Name MATADOR PRODUCTION COMPANY	<sup>8</sup> Well Number #222H
		<sup>9</sup> Elevation 2994'

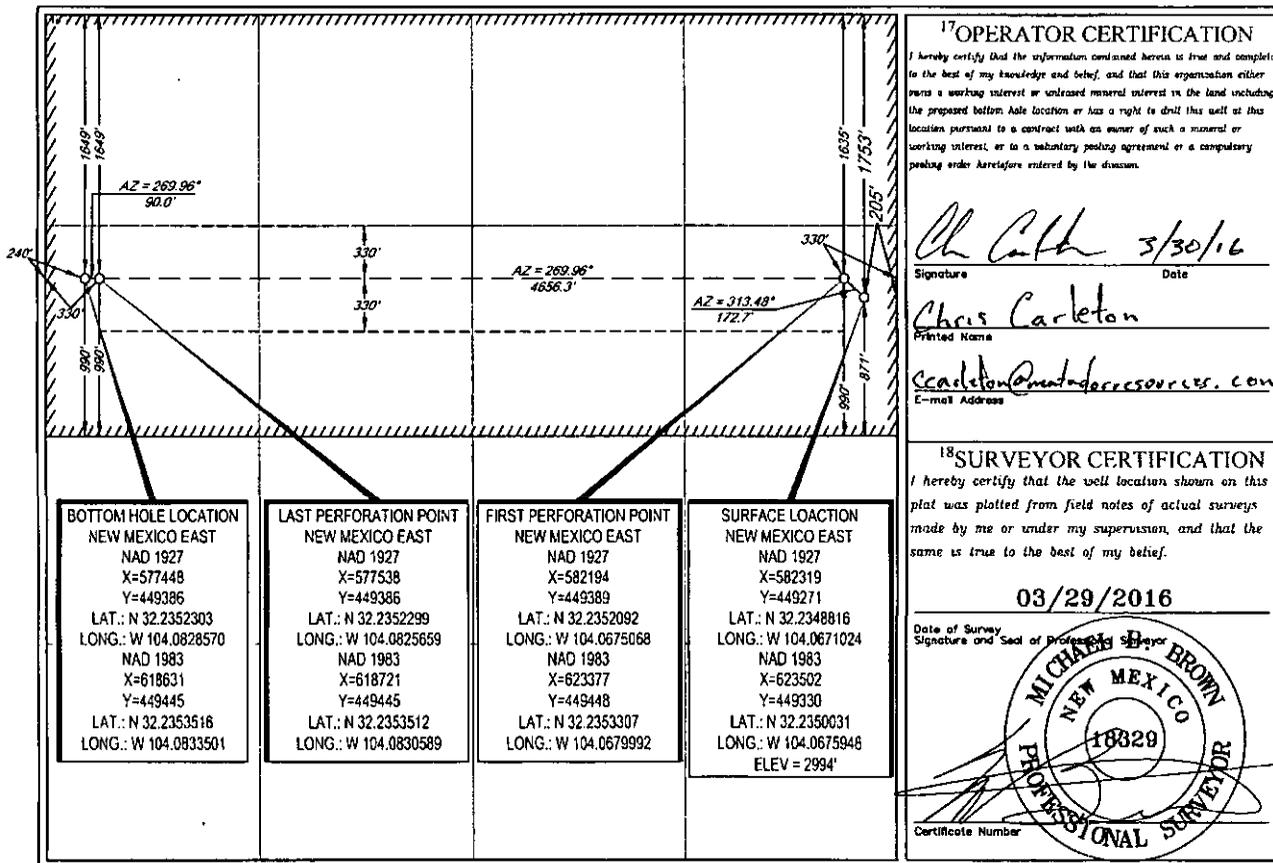
<sup>10</sup>Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	10	24-S	28-E	-	1753'	NORTH	205'	EAST	EDDY

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	10	24-S	28-E	-	1649'	NORTH	240'	WEST	EDDY

<sup>11</sup> Dedicated Acres 320	<sup>12</sup> Joint or Infill	<sup>13</sup> Consolidation Code	<sup>14</sup> Order No.
--------------------------------------	-------------------------------	----------------------------------	-------------------------

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.





MODRALL SPERLING

LAWYERS

**EXHIBIT C:**

**List of Affected Persons for the Application of Matador Production Company for administrative approval of unorthodox well location for its Guitar 10-24S-28E RB #222H well located in the N/2 of Section 10, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.**

Zoë E Lees  
505.848.1859  
Fax: 505.848.9710  
zel@modrall.com

**Section 10, S/2**

Cogent Energy Inc.  
6824 Island Circle  
Midland, TX 79707

**Section 9, S/2**

Chevron Midcontinent, L.P.  
1400 Smith Street  
Houston, TX 77002

**Section 9, N/2**

Mewbourne Oil  
P.O. Box 5270  
Hobbs, NM 88241

Chevron Midcontinent, L.P.  
1400 Smith Street  
Houston, TX 77002

J Bar Cane, Inc.  
3660 Highway 41  
Santa Fe, New Mexico 87056

**Section 11, N/2 and S/2**

COG Operating, LLC  
One Concho Center  
600 W. Illinois Avenue  
Midland, TX 79701

Modrall Sperling  
Roehl Harris & Sisk P.A.

Bank of America Centre  
500 Fourth Street NW  
Suite 1000  
Albuquerque,  
New Mexico 87102

PO Box 2168  
Albuquerque,  
New Mexico 87103-2168

Tel: 505.848.1800  
www.modrall.com

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<input type="checkbox"/> Adult Signature Restricted Delivery	\$



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Cogent Energy Inc.  
6824 Island Circle  
Midland, TX 79707

Guitar: #222H  
85889-0005

for Instructions

7015 0640 0001 5408 6434

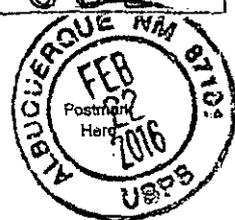
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<input type="checkbox"/> Adult Signature Restricted Delivery	\$



Postage **7.67**

COG Operating, LLC  
One Concho Center  
600 W. Illinois Avenue  
Midland, TX 79701

Guitar: #222H  
85889-0005

See Reverse for Instructions

7015 0640 0001 5408 6403

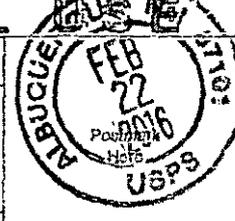
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Mewbourne Oil Company  
P.O. Box 5270  
Hobbs, NM 88241

Guitar: #222H  
85889-0005

for Instructions

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<input type="checkbox"/> Adult Signature Required	\$
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Postage **7.67**

J Bar Cane, Inc.  
3660 Highway 41  
Santa Fe, New Mexico 87056

Guitar: #222H  
85889-0005

See Reverse for Instructions

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<input type="checkbox"/> Certified Mail Restricted Delivery	\$
<input type="checkbox"/> Adult Signature Required	\$
<input type="checkbox"/> Adult Signature Restricted Delivery	\$



Postage **7.67**

Chevron Midcontinent, L.P.  
1400 Smith Street  
Houston, TX 77002

Guitar: #222H  
85889-0005

PS Form 3800, April 2015 PSN 7530-02-000-9047

See Reverse for Instructions

# APPLICATION PROTESTED

Applicant: Mataador Production Company

Application Type: NSL

Well Name: Quitar 10-24S-28E API: 30-015-Pending  
# 222H

Protestant: Randy Cate of RSC Resources L.P.  
Guardian Operating Corp  
Cogent Energy, Inc.

Date Protest Received: March 2 2016

Notification of Applicant: March 7, 2016

Resolution: \_\_\_\_\_

Copy to Case Handler:

## **Lowe, Leonard, EMNRD**

---

**From:** Randy Cate <guardian\_op@yahoo.com>  
**Sent:** Tuesday, March 22, 2016 1:52 PM  
**To:** Lowe, Leonard, EMNRD  
**Cc:** Chris Carleton  
**Subject:** Re: Guitar 10-24S-28E RB 222H NSL

Will do

Randy Cate  
RSC Resources, L.P.  
Guardian Operating Corp.  
432-553-1849

*3/30/2016 still waiting.*

---

**From:** "Lowe, Leonard, EMNRD" <Leonard.Lowe@state.nm.us>  
**To:** Randy Cate <guardian\_op@yahoo.com>  
**Cc:** "Jones, William V, EMNRD" <WilliamV.Jones@state.nm.us>; "McMillan, Michael, EMNRD" <Michael.McMillan@state.nm.us>  
**Sent:** Tuesday, March 22, 2016 2:37 PM  
**Subject:** RE: Guitar 10-24S-28E RB 222H NSL

Mr. Randy Cate,

OCD request that you submit a signed letter on behalf of RSC Resources, L.P., Cogent Energy, Inc. and Guardian Operating Corp. that they are rescinding the protest to Matador's NSL application for Guitar 10-24S-28E RB 222H.

### **Leonard Lowe**

Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004  
Office: 505-476-3492  
Fax: 505-476-3462  
E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)  
Website: <http://www.emnrd.state.nm.us/ocd/>

---

**From:** Randy Cate [mailto:[guardian\\_op@yahoo.com](mailto:guardian_op@yahoo.com)]  
**Sent:** Tuesday, March 22, 2016 1:01 PM  
**To:** Jones, William V, EMNRD <WilliamV.Jones@state.nm.us>; Lowe, Leonard, EMNRD <Leonard.Lowe@state.nm.us>  
**Cc:** Chris Carleton <ccarleton@matadorresources.com>; Jennifer L. Bradfute <jlb@modrall.com>  
**Subject:** Fw: Guitar 10-24S-28E RB 222H NSL

Gentlemen,

This email is to provide notice that RSC Resources, L.P., Cogent Energy, Inc, and Guardian Operating Corp. hereby withdraw and rescind their protest of Matador Production Company's NSL application for the subject well. Matador's amended distances from north line are acceptable as shown on the attached C102.

## **Lowe, Leonard, EMNRD**

---

**From:** Randy Cate <guardian\_op@yahoo.com>  
**Sent:** Tuesday, March 22, 2016 1:01 PM  
**To:** Jones, William V, EMNRD; Lowe, Leonard, EMNRD  
**Cc:** Chris Carleton; Jennifer L. Bradfute  
**Subject:** Fw: Guitar 10-24S-28E RB 222H NSL  
**Attachments:** LO\_GUITAR\_10-24S-28E\_RB\_222H\_C-102\_REV1\_S.PDF

Gentlemen,

This email is to provide notice that RSC Resources, L.P., Cogent Energy, Inc, and Guardian Operating Corp. hereby withdraw and rescind their protest of Matador Production Company's NSL application for the subject well. Matador's amended distances from north line are acceptable as shown on the attached C102.

Regards,

Randy Cate  
RSC Resources, L.P.  
Guardian Operating Corp.  
432-553-1849

----- Forwarded Message -----

**From:** Chris Carleton <ccarleton@matadorresources.com>  
**To:** Randy Cate <guardian\_op@yahoo.com>  
**Cc:** Jennifer L. Bradfute <jlb@modrall.com>  
**Sent:** Tuesday, March 22, 2016 9:13 AM  
**Subject:** Guitar NSL

Randy,

Please see the attached C102 for the Guitar 10-24S-28E RB 222H Well. As discussed we are amending the permit to 990' off the midsection line in exchange for you dropping your protest. Please let the commission know that we have come to an agreement regarding this matter. Let me know if you have any questions.

Thank you,  
Chris

**Chris Carleton**  
**Landman**  
**Matador Resources Company**  
**5400 LBJ Freeway, Suite 1500**  
**Dallas, TX 75240**  
**(972) 371-5430 (office)**  
**(214) 562-6174 (cell)**  
**ccarleton@matadorresources.com**

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Phone: (575) 748-1283 Fax: (575) 748-9720  
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1000 Rio Brazos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Sante Fe, NM 87505  
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State of New Mexico  
Energy, Minerals & Natural Resources  
Department  
OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Sante 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

<sup>1</sup> API Number		<sup>2</sup> Pool Code		<sup>3</sup> Pool Name		
<sup>4</sup> Property Code		<sup>5</sup> Property Name GUITAR 10-24S-28E RB			<sup>6</sup> Well Number #222H	
<sup>7</sup> GRID No.		<sup>8</sup> Operator Name MATADOR PRODUCTION COMPANY			<sup>9</sup> Elevation 3004'	

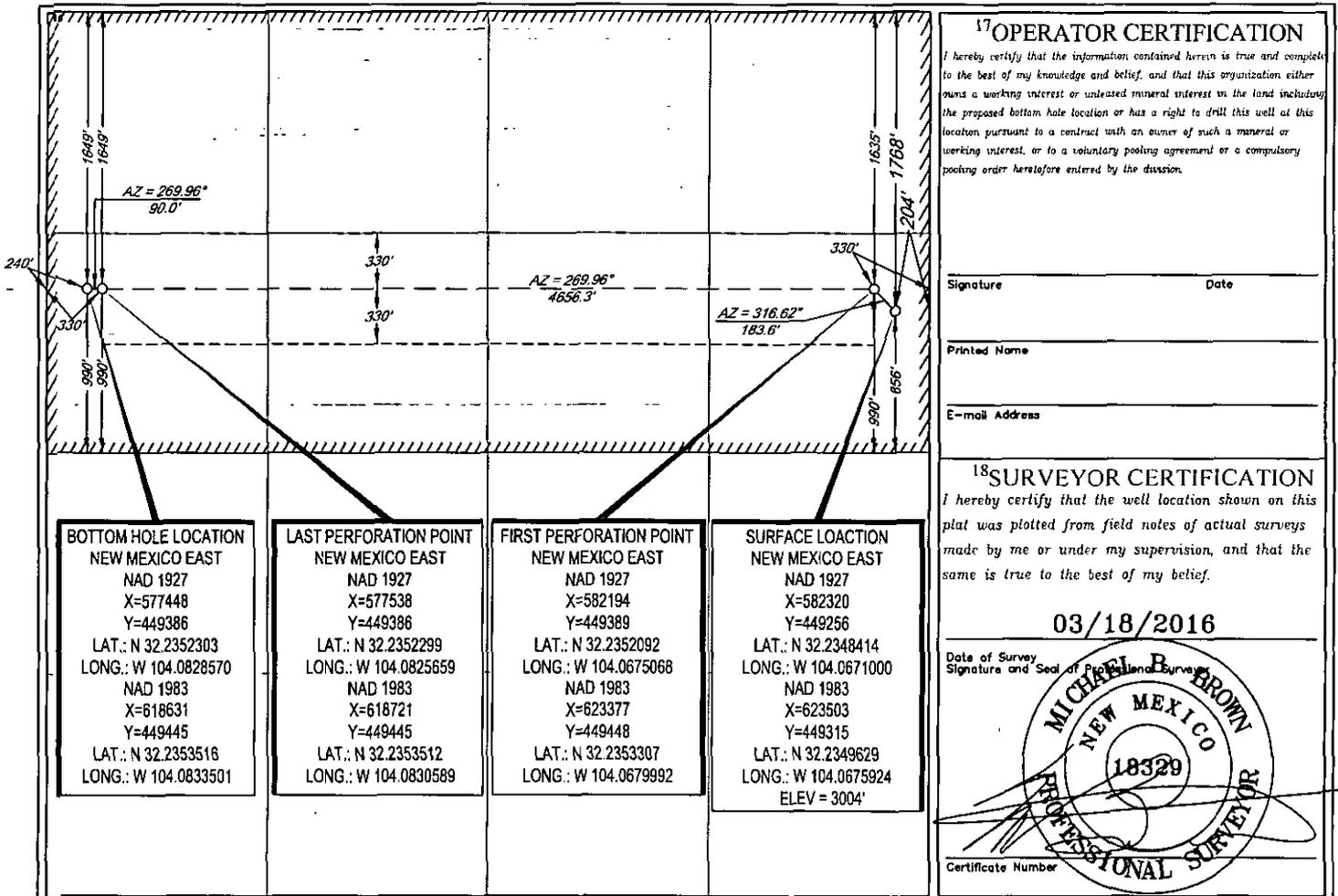
<sup>10</sup>Surface Location

TL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	10	24-S	28-E	-	1768'	NORTH	204'	EAST	EDDY

TL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	10	24-S	28-E	-	1649'	NORTH	240'	WEST	EDDY

<sup>12</sup> Dedicated Acres 320	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
--------------------------------------	-------------------------------	----------------------------------	-------------------------

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.



<sup>17</sup>OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature \_\_\_\_\_ Date \_\_\_\_\_  
Printed Name \_\_\_\_\_  
E-mail Address \_\_\_\_\_

<sup>18</sup>SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true to the best of my belief.

03/18/2016

Date of Survey  
Signature and Seal of Professional Surveyor  
  
 Certificate Number \_\_\_\_\_

## Davidson, Florene, EMNRD

---

**From:** Zoe Lees <zel@modrall.com>  
**Sent:** Tuesday, March 22, 2016 9:11 AM  
**To:** Davidson, Florene, EMNRD  
**Cc:** Jennifer L. Bradfute  
**Subject:** RE: Protest of Applications for an NSL - GUITAR 10 - 24S - 28E RB # 222H; JANNIE CONNER 13 - 24S-28E RB # 201H

Thank you, Florene, for the email. We are just setting the Janie Conner #201H for hearing at this time.

Thanks,  
Zoe



Zoë E. Lees  
Attorney at Law  
Modrall Sperling | [www.modrall.com](http://www.modrall.com)  
P.O. Box 2168 | Albuquerque, NM 87103-2168  
500 4<sup>th</sup> St. NW, Ste. 1000 | Albuquerque, NM 87102  
D: 505.848.1859 | O: 505.848.1800 | F: 505.848.9710

---

**From:** Davidson, Florene, EMNRD [mailto:florene.davidson@state.nm.us]  
**Sent:** Wednesday, March 16, 2016 12:53 PM  
**To:** Zoe Lees  
**Subject:** RE: Protest of Applications for an NSL - GUITAR 10 - 24S - 28E RB # 222H; JANNIE CONNER 13 - 24S-28E RB # 201H

Yes, I will set the application for the Janie Conner 13-24S-28E #201H for hearing on April 28<sup>th</sup>. Did you also want the application for the Guitar 10-24S-28E RB #222H set for hearing?

---

**From:** Zoe Lees [mailto:zel@modrall.com]  
**Sent:** Wednesday, March 16, 2016 12:13 PM  
**To:** Davidson, Florene, EMNRD  
**Cc:** Randy Cate; Jones, William V, EMNRD; McMillan, Michael, EMNRD; Brooks, David K, EMNRD; [darnold@matadorresources.com](mailto:darnold@matadorresources.com); Lowe, Leonard, EMNRD  
**Subject:** RE: Protest of Applications for an NSL - GUITAR 10 - 24S - 28E RB # 222H; JANNIE CONNER 13 - 24S-28E RB # 201H

Ms. Davidson:

Matador Production Company would like to have a hearing set on its NSL applications for the Janie Conner 13-24S-28E RB #201H that it filed administratively with Leonard Lowe.

Since this applications were filed administratively, we do not file a hearing application with the Division, pursuant to Rule 19.15.4.12(E). Could you please set these applications for hearing on the April 28th docket?

Thank you,  
Zoe Lees

---

**From:** Zoe Lees

**Sent:** Wednesday, March 16, 2016 12:11 PM

**To:** 'Lowe, Leonard, EMNRD'

**Cc:** Randy Cate; Jones, William V, EMNRD; McMillan, Michael, EMNRD; Brooks, David K, EMNRD;  
[darnold@matadorresources.com](mailto:darnold@matadorresources.com)

**Subject:** RE: Protest of Applications for an NSL - GUITAR 10 - 24S - 28E RB # 222H; JANNIE CONNER 13 - 24S-28E RB # 201H

Mr. Lowe,

Matador Production Company would like to have its NSL application for the Janie Conner 13-24S-28E RB 201H set for hearing. My understanding is that Matador is not required to do anything further in order to have this matter set for hearing. Please see Rule 19.15.4.12(E) NMAC. However, please let me know if you need anything else from me.

Thank you,  
Zoe Lees

---

**From:** Lowe, Leonard, EMNRD [<mailto:Leonard.Lowe@state.nm.us>]

**Sent:** Monday, March 7, 2016 4:35 PM

**To:** Zoe Lees

**Cc:** Randy Cate; Jones, William V, EMNRD; McMillan, Michael, EMNRD; Brooks, David K, EMNRD

**Subject:** Protest of Applications for an NSL - GUITAR 10 - 24S - 28E RB # 222H; JANNIE CONNER 13 - 24S-28E RB # 201H

**Importance:** High

Ms. Zoe Lees,

RE: Matador Production Company:  
GUITAR 10- 24S – 28E RB # 222H  
JANIE CONNER 13-24S-28E RB # 201H

All located in: 24S 28E

OCD was notified that Randy Cate (RSC Resources, L.P; Guardian Operating Corp.; Cogent Energy Inc.), is protesting these applications for approval for a Non Standard Location. This party is identified as an affected person for the location. Therefore, you are being notified that if Matador Production Company wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review.

Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please call/e-mail me with any questions regarding this matter. Thank you. LRL

Contact Information:

Mr. Randy Cate  
RSC Resources, L.P.  
Guardian Operating Corp.  
Cogent Energy, Inc.  
432-553-1849

## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Monday, March 07, 2016 4:35 PM  
**To:** 'Zoe Lees'  
**Cc:** 'Randy Cate'; Jones, William V, EMNRD; McMillan, Michael, EMNRD; Brooks, David K, EMNRD  
**Subject:** Protest of Applications for an NSL - GUITAR 10 - 24S - 28E RB # 222H; JANNIE CONNER 13 - 24S-28E RB # 201H  
  
**Importance:** High

Ms. Zoe Lees,

RE: Matador Production Company:  
GUITAR 10- 24S – 28E RB # 222H  
JANIE CONNER 13-24S-28E RB # 201H

All located in: 24S 28E

OCD was notified that Randy Cate (RSC Resources, L.P; Guardian Operating Corp.; Cogent Energy Inc.), is protesting these applications for approval for a Non Standard Location. This party is identified as an affected person for the location. Therefore, you are being notified that if Matador Production Company wishes for this application to be considered, it must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained by OCD, but suspended from further administrative review.

Please contact OCD once you have made a decision regarding the application within the next 30 days. If the protest remains after 30 days, OCD will initiate the process for the application to be reviewed at hearing. Please call/e-mail me with any questions regarding this matter. Thank you. LRL

Contact Information:

Mr. Randy Cate  
RSC Resources, L.P.  
Guardian Operating Corp.  
Cogent Energy, Inc.  
432-553-1849

**Leonard Lowe**  
Engineering Bureau  
Oil Conservation Division  
Energy Minerals and Natural Resources Department  
1220 South St. Frances  
Santa Fe, New Mexico 87004  
Office: 505-476-3492

Fax: 505-476-3462

E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>

**From:** Randy Cate [guardian\_op@yahoo.com]

**Sent:** Wednesday, March 02, 2016 12:47 PM

**To:** Lowe, Leonard, EMNRD

**Subject:** NSL Protests

Mr. Lowe,

My companies hereby object to the following applications for unorthodox well locations by Matador Production Company:

**Guitar 10-24S-28E RB #222H**, N2 Section 10-24S-28E, Eddy County, NM. Cogent Energy, Inc is objecting. There are also many leasehold owners and un-leased mineral interests in S2 10 not included in their application.

**Janie Conner 13-24S-28E RB #201H**, N2 Section 13-24S-28E, Eddy County, NM. Cogent Energy, Inc., RSC Resources, L.P., and Guardian Operating Corp are objecting.

Please confirm receipt of this email.

Respectfully submitted,

Randy Cate  
RSC Resources, L.P.  
Guardian Operating Corp.  
Cogent Energy, Inc.  
432-553-1849

**Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Wednesday, March 02, 2016 5:52 PM  
**To:** Randy Cate  
**Cc:** William.v.jones@state.nm.us; Dade, Randy, EMNRD  
**Subject:** RE: NSL Protests

Mr. Randy Cate,

OCD recognizes your protest referenced to Matador's Non Standard Location request for the following:

**Guitar 10-24S-28E RB # 222H**

**Jannie Conner 13-24S-28E RB # 201H**

OCD shall inform Matador Production Company of your protest.

**Leonard Lowe**  
Engineering Bureau  
1220 South St. Francis  
Santa Fe, New Mexico 87505  
505-476-3492  
leonard.lowe@state.nm.us

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**From:** Randy Cate [guardian\_op@yahoo.com]  
**Sent:** Wednesday, March 02, 2016 12:47 PM  
**To:** Lowe, Leonard, EMNRD  
**Subject:** NSL Protests

Mr. Lowe,

My companies hereby object to the following applications for unorthodox well locations by Matador Production Company:

**Guitar 10-24S-28E RB #222H**, N2 Section 10-24S-28E, Eddy County, NM. Cogent Energy, Inc is objecting. There are also many leasehold owners and un-leased mineral interests in S2 10 not included in their application.

**Jannie Conner 13-24S-28E RB #201H**, N2 Section 13-24S-28E, Eddy County, NM. Cogent Energy, Inc., RSC Resources, L.P., and Guardian Operating Corp are objecting.

Please confirm receipt of this email.

Respectfully submitted,

Randy Cate  
RSC Resources, L.P.  
Guardian Operating Corp.

## **Lowe, Leonard, EMNRD**

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**From:** Jennifer L. Bradfute <jlb@modrall.com>  
**Sent:** Monday, May 09, 2016 9:16 AM  
**To:** Lowe, Leonard, EMNRD; McMillan, Michael, EMNRD  
**Subject:** FW: Guitar 10-24S-28E RB 222H NSL  
**Attachments:** LO\_GUITAR\_10-24S-28E\_RB\_222H\_C-102\_REV1\_S.PDF

Hi Leonard,

Zoe had mentioned that you had called on Friday concerning the Guitar 222 NSL application. After Randy Cate filed his protests, Matador negotiated directly with him and the parties agreed to amend the C-102 accordingly. In doing so, they decided to move the well to be 990' from the section half line – instead of 330' from the half line. This agreement is shown below in the email sent by Randy Cate to you and Will on March 22, 2016. This makes the location of the non-standard perforations a little more standard and they will only be encroaching now to the east and the west. All of the applicable offsets were notified about the east and west encroachments when the NSL was filed, and Mr. Cate was the only person who had protested. Since Mr. Cate's objections have now been satisfied, this application should be ready to be approved.

I will also give you a call about this issue. I appreciate your help. I have copied Mike on this email who has handled similar situations in the past.

Thanks!  
Jennifer



Jennifer L. Bradfute  
Modrall Sperling | [www.modrall.com](http://www.modrall.com)  
P.O. Box 2168 | Albuquerque, NM 87103-2168  
500 4<sup>th</sup> St. NW, Ste. 1000 | Albuquerque, NM 87102  
D: 505.848.1845 | O: 505.848.1800 | F: 505.848.1891

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**From:** Randy Cate [mailto:guardian\_op@yahoo.com]  
**Sent:** Tuesday, March 22, 2016 1:01 PM  
**To:** Jones William V EMNRD; Leonard Lowe  
**Cc:** Chris Carleton; Jennifer L. Bradfute  
**Subject:** Fw: Guitar 10-24S-28E RB 222H NSL

Gentlemen,

This email is to provide notice that RSC Resources, L.P., Cogent Energy, Inc, and Guardian Operating Corp. hereby withdraw and rescind their protest of Matador Production Company's NSL application for the subject well. Matador's amended distances from north line are acceptable as shown on the attached C102.

Regards,

Randy Cate  
RSC Resources, L.P.  
Guardian Operating Corp.  
432-553-1849

----- Forwarded Message -----

**From:** Chris Carleton <[ccarleton@matadorresources.com](mailto:ccarleton@matadorresources.com)>  
**To:** Randy Cate <[guardian\\_op@yahoo.com](mailto:guardian_op@yahoo.com)>  
**Cc:** Jennifer L. Bradfute <[jlbr@modrall.com](mailto:jlbr@modrall.com)>  
**Sent:** Tuesday, March 22, 2016 9:13 AM  
**Subject:** Guitar NSL

Randy,

Please see the attached C102 for the Guitar 10-24S-28E RB 222H Well. As discussed we are amending the permit to 990' off the midsection line in exchange for you dropping your protest. Please let the commission know that we have come to an agreement regarding this matter. Let me know if you have any questions.

Thank you,  
Chris

**Chris Carleton**  
**Landman**  
**Matador Resources Company**  
**5400 LBJ Freeway, Suite 1500**  
**Dallas, TX 75240**  
**(972) 371-5430 (office)**  
**(214) 562-6174 (cell)**  
**[ccarleton@matadorresources.com](mailto:ccarleton@matadorresources.com)**

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**Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Monday, May 16, 2016 4:18 PM  
**To:** 'Zoe Lees'; 'Jennifer L. Bradfute'  
**Cc:** Sharp, Karen, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones, William V, EMNRD; 'lisa@rwbyram.com'  
**Subject:** NSL - 7410 GUITAR 10 24 28 RB WELL # 222 H, API # 30-015-43693

Ms. Zoe E. Lees

The following permit has been issued and will soon be available on the Division's web site:  
<http://ocdimage.emnrd.state.nm.us/imaging/WellFileCriteria.aspx>

**NSL-7410**

Matador Production Company

API: 30-015-43693

WELL: Guitar 10 24 28 RB Well No. 222H

**Leonard Lowe**

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Fax: 505-476-3462

E-mail: [leonard.lowe@state.nm.us](mailto:leonard.lowe@state.nm.us)

Website: <http://www.emnrd.state.nm.us/ocd/>