

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Secretary

Adrienne Sandoval, Director
Oil Conservation Division



October 15, 2020

Matador Production Company
c/o Kaitlyn A. Luck, Attorney
kaluck@hollandhart.com
P.O. Box 2208
Santa Fe, New Mexico 87504

RE: Request for Time Extension to Commence drilling
Case No. 20625, R-20927 approved date October 15, 2019
Deadline to commence drilling October 31, 2020
Applicant/Operator: Matador Production Company
Proposed Wells:
Leatherneck 3029 Federal Com #207H, API No. 30-015-47045

Dear Sir or Madam:

The following pertains to your request received by the Division on October 7th, 2020 and to the requirements in the captioned hearing order.

You have requested an extension of the deadline to commence drilling given by the Division in the captioned order.

As stated, you are requesting an extension to spud this well due to “unfavorable economic environment and reduction in rig count” There was no opposition in the captioned case. You are requesting an additional year in which to spud this well. The spud date is now extended to, **October 31, 2021.**

The requested additional year in which to commence drilling is hereby granted.

All other provisions of this order remain in full force and effect.

Sincerely,

ADRIENNE SANDOVAL
Director
AS/jag

October 7, 2020

VIA CERTIFIED MAIL
AND E-MAIL
OCD.Engineer@state.nm.us

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

Re: Division Order No. R-20927 (Case No. 20625)
Matador Production Company's request for extension of deadline to
drill initial well under pooling order

Dear Ms. Sandoval,

Order No. R-20927 in Case No. 20625, enclosed herewith, pooled the uncommitted mineral owners in a 317.32-acre, more or less, standard horizontal spacing unit in the Wolfcamp formation (Burton Flat; Upper Wolfcamp East Pool (Pool code 98315) underlying the N/2 S/2 of Sections 29 and 30, Township 20 South, Range 29 East, NMPM, Eddy County, New Mexico. The Order named Matador Production Company ("Matador") (OGRID 228937) as the operator of the spacing unit and dedicated the unit to the initial **Leatherneck 3029 Federal Com No. 207H Well (API No. 30-015-47045)**. Ordering paragraph 4 of Order R-20927 requires this initial well to be drilled on or before **October 31, 2020**.

Matador has delayed its plans to drill the initial well due to the unfavorable economic environment and reduction in rig count, but still plans to drill the well in 2021. None of the pooled working interest owners have been asked to make an election or pay their share of costs under the pooling order. Accordingly, there are no pooled working interest owners affected by this request. See Ordering ¶ (7). For these reasons, Matador requests a one-year extension of time to drill the initial well under Order R-20927.

Your attention to this request is appreciated. Please let me know if you have any questions or require additional information. Thank you for your time.

Sincerely,



Encl.

Kaitlyn A. Luck
**ATTORNEY FOR MATADOR PRODUCTION
COMPANY**