

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Tony Delfin
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



March 29, 2016

Matador Production Company
Attn: Mr. James Bruce

ADMINISTRATIVE NON-STANDARD PRORATION

Administrative Order NSP-2045

Matador Production Company
OGRID 228937
Zach McCormick Federal Com. 18 24S 29E Well No. 1
API No. 30-015-43654

Proposed Location:

<u>Footages</u>	<u>Unit (Lot)</u>	<u>Section</u>	<u>Township</u>	<u>Range</u>	<u>County</u>
SHL: 716' FNL & 380' FWL	D (1)	18	24S	29E	Eddy
BHL: 660' FNL & 660' FWL	D (1)	18	24S	29E	Eddy

Proposed Spacing Unit:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
NW/4 of Section 18	159.28	Pierce Crossing; Wolfcamp, NW (Gas)	96712

Reference is made to your application received on March 1, 2016.

Your application has been duly filed under the provisions of Division Rules 19.15.15.13 NMAC and 19.15.4.12.A(3) NMAC.

A standard proration unit in the Pierce Crossing; Wolfcamp, NW (Gas) pool consists of 320-acres comprising a half-section. Your proposed non-standard proration unit consists of one quarter-section.

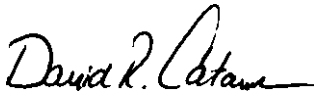
The applicant is seeking this non-standard proration unit because there are lease expiration problems and unleased federal tracts.

It is understood that you have given due notice of this application to all operators or owners to whom notice is required by Division Rule 19.15.4.12.A (3) NMAC and no objections have been received.

Pursuant to the authority conferred by Division Rule 19.15.15.11.B (2), the above-described non-standard gas spacing unit is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on March 29, 2016.



David Catanach
Director

DRC/lrl

cc: Oil Conservation Division – Artesia
Bureau Land Management - Carlsbad