

DATE IN 07/14/16	SUSPENSE	ENGINEER LRL	LOGGED IN 07/14/16	TYPE NSL	APP NO. PLE 1619652490
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

Rec. e-mail:
07/14/2016 →

- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



→ 8/4/16

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]

NSL - 74416

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A] Matador Production Co. [#228937]
 [A] Location - Spacing Unit - Simultaneous Dedication API #: 30-015-43821
☒ NSL ☐ NSP ☐ SD WELL: Dr. Scrivner Fed. 01 24S 28E # 204H
 Check One Only for [B] or [C] POOL: Pierce Crossing; Wolfcamp NW
 [B] Commingling - Storage - Measurement (GAS) [#96712]
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
 [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR
 [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
- [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		Attorney	7/14/2016
Print or Type Name	Signature	Title	Date
		zel@modrall.com	
		e-mail Address	



MODRALL SPERLING

L A W Y E E R S

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

July 14, 2016

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

Re: Application of Matador Production Company for administrative approval of unorthodox well location for its Dr Scrivner Federal 01-24S-28E RB #204H well located in the S/2 of Section 1, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico (the "Well").

Dear Mr. Catanach:

Matador Production Company (OGRID No. 228937) seeks administrative approval of an unorthodox well location ("NSL") for its Dr Scrivner Federal 1-24S-28E RB #204H well (API No. 30-015-42821) to be completed within the Pierce Crossing; Wolfcamp NW (Gas) pool (Pool Code 96712) underlying the S/2 of Section 1, Township 24S, Range 28E, N.M.P.M., Eddy County, New Mexico. A C-102 for the Well is attached as Exhibit A. This is a horizontal Well that will be drilled as follows:

Dr Scrivner Federal 01-24S-28E RB #204H

- Surface Hole Location: 691 feet from the South line and 661 feet from the East line of Section 1, Township 24 South, Range 28 East;
- First Perforation Point: 990 feet from the South line and 330 feet from the East line of Section 1, Township 24 South, Range 28 East;
- Last Perforation Point: 990 feet from the South line and 330 feet from the West line of Section 1, Township 24 South, Range 28 East; and
- Bottom Hole Location: 990 feet from the South line and 240 feet from the West line of Section 1, Township 24 South, Range 28 East .

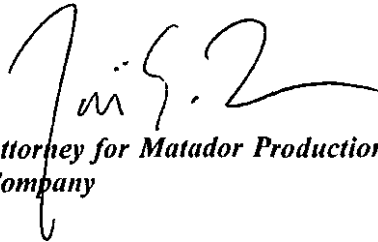
Modrall Sperling
Roehl Harris & Sisk P.A.
500 Fourth Street NW
Suite 1000
Albuquerque,
New Mexico 87102
PO Box 2168
Albuquerque,
New Mexico 87103-2168
Tel: 505.848.1800
www.modrall.com

Matador Production Company is requesting this NSL in order to efficiently produce its interests in Section 1. This Well will produce from the Pierce Crossing; Wolfcamp NW (Gas) pool (Pool Code 96712). 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 the proposed Well is closer than 660' from the boundary of the project area. The unorthodox location will encroach towards the S/2 and NE/4 of Section 2, Township 24 South, Range 28 East, and the S/2 and NW/4 of Section 6, Township 24 South, Range 29 East. A list showing the surrounding ownership and the project area for the proposed well in relation to adjoining spacing units is attached as Exhibit B.

A list of the parties affected by the encroachment is attached as **Exhibit C**. Each of these parties has been provided notice of this application by *certified mail, return receipt requested*, advising them that if they have an objection to the location of this Well, it must be filed with the New Mexico Oil Conservation Division within 20 days of the mailing of this notice. In addition, a copy of this application has also been provided to the New Mexico State Land Office.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "J. S. 2", with a long horizontal stroke extending to the right.

*Attorney for Matador Production
Company*

cc: New Mexico State Land Office
Post Office Box 1148
Santa Fe, New Mexico 87504

Exhibit A

District I
1635 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) 748-1281 Fax: (575) 748-9720
District III
1000 Rio Bravos Road, Artec, 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

*Wolfcamp and its X
& Y sands are goals

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-43821	Well Code 96712	Well Name WE, Wolfcamp* Pura Crossing VC, Northst (gas)
Property Code 316327	Property Name DR, SCRIVNER FEDERAL 01-24S-28E RB	Well Number #204H
OGRID No. 228937	Operator Name MATADOR PRODUCTION COMPANY	Elevation 2984'

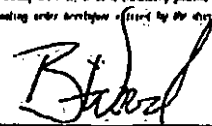
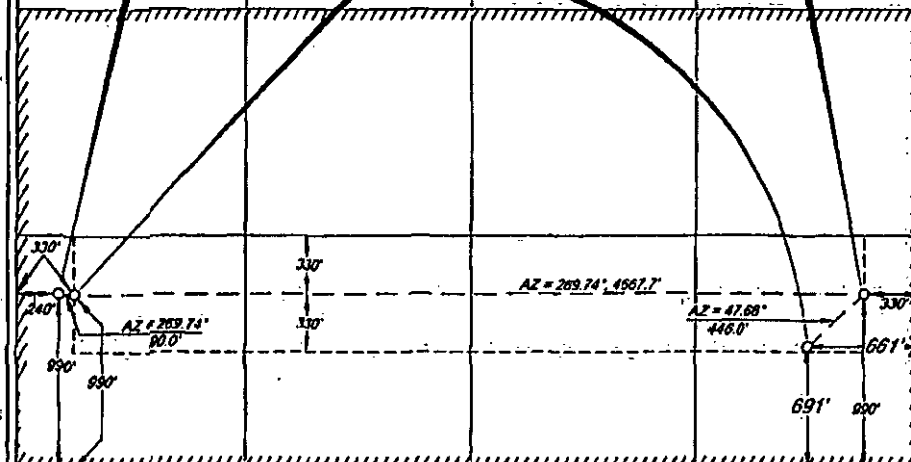
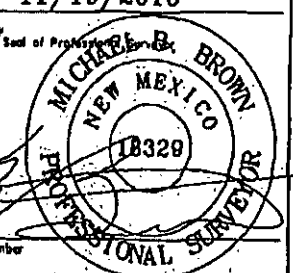
Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	1	24-S	28-E	-	691'	SOUTH	661'	EAST	EDDY

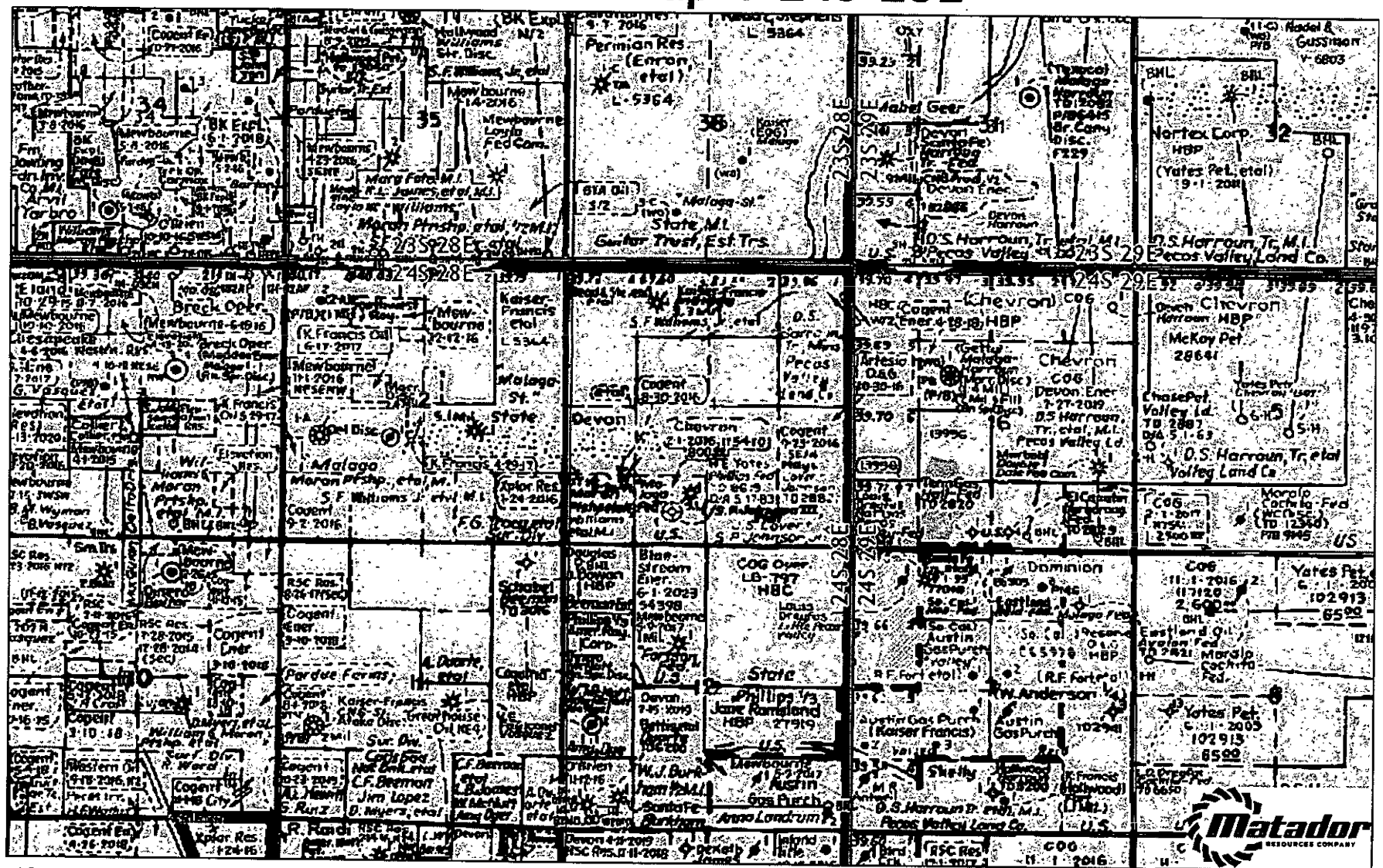
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	1	24-S	28-E	-	990'	SOUTH	240'	WEST	EDDY

Dedicated Acres	Notes or Infill	Consolidation Code	Order No.
320		C	

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.

BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1927 X=588132 Y=451982 LAT.: N 32.2422389 LONG.: W 104.0482794 NAD 1983 X=629316 Y=452021 LAT.: N 32.24236065 LONG.: W 104.0487713	LAST PERFORATION POINT NEW MEXICO EAST NAD 1927 X=588222 Y=451982 LAT.: N 32.2422394 LONG.: W 104.0479883 NAD 1983 X=629406 Y=452021 LAT.: N 32.24238112 LONG.: W 104.0484801	SURFACE LOCATION NEW MEXICO EAST NAD 1927 X=592560 Y=451883 LAT.: N 32.2414393 LONG.: W 104.0339601 NAD 1983 X=633744 Y=451742 LAT.: N 32.24156127 LONG.: W 104.0344513 ELEV = 2984'	FIRST PERFORATION POINT NEW MEXICO EAST NAD 1927 X=592890 Y=451984 LAT.: N 32.2422826 LONG.: W 104.0328912 NAD 1983 X=634073 Y=452042 LAT.: N 32.245238454 LONG.: W 104.0333824	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and correct 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 in the location pursuant to a contract with no owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order as applicable offered by the division.  1-12-16 Signature: BRIAN WOOD Printed Name: brian@permitswest.com E-mail Address:
				18 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. 11/19/2015 Date of Survey Signature and Seal of Professional Surveyor  Certificate Number

Midland Map 1-24S-28E



Author: Matador Production Company

Date: 6/21/2016

EXHIBIT C

NE/4, S/2 Section 2 Township 24S, Range 28E

Chevron
1400 Smith
Houston, TX 770027

Kaiser Francis Oil Company
PO Box 21468
Tulsa, OK 74121

NW/4, S/2 Section 6 Township 24S, Range 29E

Devon Energy Production
333 West Sheridan Avenue
Oklahoma City, OK 73102

MATADOR APPLICATION NOTICE
DR. SCRIVNER FEDERAL 01-24S-28E RB #204H
MAILED: JULY 14, 2016

PARTIES	CERTIFIED RECEIPT NO.
NE/4, S/2 Section 2 Township 24S, Range 28E	
Chevron 1400 Smith Houston, TX 77027	7015-1520-0002-9720-0029
Kaiser Francis Oil Company P.O. Box 21468 Tulsa, OK 74121	7015-1520-0002-9720-0012
NW/4, S/2 Section 6 Township 24S, Range 29E	
Devon Energy Production 333 West Sheridan Avenue Oklahoma City, OK 73102	7015-1520-0002-9720-2351



MODRALL SPERLING

L A W Y E R S

July 14, 2016

VIA CERTIFIED MAIL

RETURN RECEIPT REQUESTED

TO AFFECTED PARTIES

Re: Application of Matador Production Company for administrative approval of unorthodox well location for its Dr Scrivner Federal 01-24S-28E RB #204H well located in the S/2 of Section 1, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

Ladies and Gentlemen:


Enclosed in the notice is a copy of the above referenced application filed with the New Mexico Conservation Division on this date. Any objections that you have to this application must be filed in writing with the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico 87505, within twenty (20) days from the date the Division receives the above referenced application may be administratively approved by the Division.

If you have any questions concerning this application, please contact:

Chris Carleton
Matador Production Company
5400 LBJ Freeway, Suite 1500
Dallas, TX 75240
Phone: 972-371-5430

If you have no objection to this application, please sign the waiver as indicated below and return the original. Your assistance and cooperation in this matter are appreciated.

Sincerely,


Zoë E. Lees
*Attorney for Matador Production
Company*

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

Modrall Sperling
Roehl Harris & Sisk P.A.
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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WAIVER

_____ hereby waives objection to the above referenced Application for an Unorthodox Location for the Dr Scrivner Federal 1-24S-28E RB #204H well, underlying the S/2 of Section 1, Township 24 South, Range 28 East, Eddy County, New Mexico.

Dated: _____
Signature _____

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Monday, August 22, 2016 10:12 AM
To: 'Zoe Lees'
Cc: Bayliss, Randolph, EMNRD; Sharp, Karen, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones, William V, EMNRD; 'lisa@rwbyram.com'; 'jglover@blm.gov'; 'scaffey@blm.gov'; 'rjsanche@blm.gov'; 'jstovall@blm.gov'
Subject: APPROVED: NSL-7446 (DR. Scrivner Federal 01 24S 28E RB Well No. 204H) & NSL-7447 (DR. Scrivner Federal 01 24S 28E RB Well No. 224H)

Importance: High

Ms. Zoe E. Lees

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

NSL-7446

Matador Production Company

API: 30-015-43821

WELL: DR. Scrivner Federal 01 24S 28E RB Well No. **204H**, Eddy County

NSL-7447

Matador Production Company

API: 30-015-43823

WELL: DR. Scrivner Federal 01 24S 28E RB Well No. **224H**, Eddy County

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

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