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February 14, 2017

Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Dear Florene:

Enclosed for filing, on behalf of Matador Production Company, is an application for compulsory pooling, together with a proposed advertisement. Please set this matter for the March 16, 2017 Examiner hearing. Thank you.

Very truly yours,



James Bruce

Attorney for Matador Production Company

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Case 15642

MICHAEL COLLINS 11-23S-27E RB #208H

James Kirby Read, Jr, as Foreign Personal Representative
of the Estate of Agnes Lovella Read
HC Box 26346 East Hwy 64
Taos, NM 87571

James Kirby Read, Jr, as Foreign Personal Representative
of the Estate of Agnes Lovella Read
5130 Thornton Street
El Paso, TX 79932-2541

James Kirby Read, Jr, as Foreign Personal Representative
of the Estate of Agnes Lovella Read
6569 Puupilo Rd. Unit A
Kapaa, HI 96746-9466

Carlsbad Auto Supply
c/o Israel Hernandez
710 South Canyon
Carlsbad, New Mexico 88220

Nadel and Gussman Permian, LLC
4000 N. Big Spring, Suite 310
Midland, TX 79705

Crown Oil Partners V, LP
P.O. Box 50820
Midland, TX 79710

Crump Energy Partners II, LLC
P.O. Box 50820
Midland, TX 79710

EXHIBIT

A

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

**APPLICATION OF MATADOR PRODUCTION
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.**

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Case No:

APPLICATION

Matador Production Company applies for an order pooling all mineral interests in the Wolfcamp formation underlying the S½ of Section 11, Township 23 South, Range 27 East, N.M.P.M., Eddy County, New Mexico, and approving an unorthodox gas well location, and in support thereof, states:

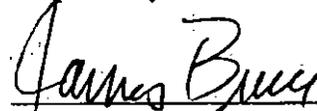
1. Applicant is an operator in the S½ of Section 11, and has the right to drill a well thereon.
2. Applicant proposes to drill its Michael Collins 11-23S-27E RB Well No. 208H to a depth sufficient to test the Wolfcamp formation. Applicant seeks to dedicate the well to the S½ of Section 11 to form a standard 320 acre gas spacing and proration unit in the Wolfcamp formation. The well is a horizontal well, with a surface location in the SE/4SE/4 of Section 11. The first perforation is 330 feet from the south and east lines, and last perforation is 330 feet from the south and west lines, of Section 11. The producing interval of the well is orthodox.
3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the S½ of Section 11 for the purposes set forth herein.
4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests. Therefore, applicant seeks an order pooling all mineral interest owners in the S½ of Section 11, pursuant to NMSA 1978 §70-2-17.

5. The pooling of all mineral interests in the Wolfcamp formation underlying the S½ of Section 11 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order:

- A. Pooling all mineral interests in the Wolfcamp formation underlying the S½ of Section 11;
- B. Designating applicant as operator of the well;
- C. Considering the cost of drilling and completing the well, and allocating its cost among the well's working interest owners;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- E. Setting a 200% charge for the risk involved in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Matador Production Company

PROPOSED ADVERTISEMENT

Case No. 15642 :

Application of Matador Production Company for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order pooling all mineral interests in the Wolfcamp formation underlying the S/2 of Section 11, Township 23 South, Range 27 East, NMPM, to form a standard 320 acre gas spacing and proration unit. The unit will be dedicated to the Michael Collins 11-23S-27E RB Well No. 208H. The well is a horizontal well, with a surface location in the SE/4SE/4 of Section 11. The first perforation is 330 feet from the south and east lines, and last perforation is 330 feet from the south and west lines, of Section 11. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 2-1/2 miles south-southeast of Otis, New Mexico.

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