

MATADOR PETROLEUM CORPORATION

310 W. Wall, Ste. 906
Midland, TX 79701
(915) 687-5955
(915) 687-4809 Fax

Russ Mathis
Production Manager

Writer's Direct Line
(915) 687-5968

February 19, 2002

Tim Gum
State of New Mexico
Oil Conservation Divison
1301 W. Grand Ave.
Artesia, NM 88210



RE: Callaway Federal #3
API # 30-015-23505
Sec. 6, T16S, R28E
1980' FSL, 1980' FWL
Eddy County, NM

Dear Mr. Gum:

Please find attached a copy of the approved BLM form 3160-5 requesting TA status on the subject well. Matador subsequently TA'd this well and the testing of the casing was witnessed by Mr. Homer Saenz of the BLM. Also attached is a copy of the chart recorder for your review.

Matador feels as though the requirements set forth in the January 22, 2002 letter prepared by David Brooks have been met. If there is anything further that I can be of assistance with please let me know in the Midland office at 915-687-5955.

Sincerely,

Russ Mathis
Production Manager

RM/dk
attachment

Jan 30 02 03:03P

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P. 2

01/30/02 16:14 887 4809

002/004

Form 3160-5
(August 1997)UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTSUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.FORM APPROVED
OMB No. 1804-0136
Expires November 30, 2000

5. Lease Serial No.
NM30395
6. If Indian, Allottee or Tribe Name
7. If Unit or CA Agreement, Name and/or No.
8. Well Name and No.
Callaway Federal #3
9. API Well No.
30-015-23505
10. Field and Pool, or Exploratory Area
Diamond Mound (Atoka Morrow)
11. County or Parish, State
Eddy County, NM

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other
2. Name of Operator
Matador Operating Company
- 3a. Address
310 W. Wall, Ste 906 Midland, TX 79703
- 3b. Phone No. (include area code)
915-687-5955
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1980' FSL, 1980' FWL
Sec 6, T16S, R28E

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Reconnect	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input checked="" type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompletes horizontally, give subsection locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Matador proposes to Temporarily Abandon the subject well by setting a CIBP @ 7,700' and dump bailing 35' of cement on top of the CIBP. Matador will then test the casing to 500 psi for 30 minutes. Following a successful test, Matador will submit a plugging procedure to the BLM for approval. Matador will notify the BLM to witness the casing test which is expected to take place 2/01/02.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Russ Mathis

Title Production Manager

Signature

Russ Mathis

Date 1/30/02

Approved by

L. D. Lara

Conditions of Approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title in those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title

Petroleum Engineer 1/30/2002

Office

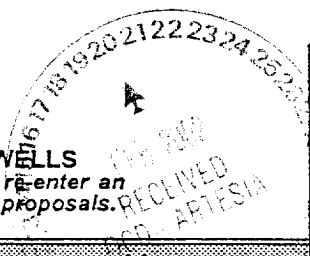
CFO

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make in any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000



5. Lease Serial No.	NM30395
6. If Indian, Allottee or Tribe Name	
7. If Unit or CA/Agreement, Name and/or No.	
8. Well Name and No.	Callaway Federal #3
9. API Well No.	30-015-23505
10. Field and Pool, or Exploratory Area	Diamond Mound (Atoka Morrow)
11. County or Parish, State	Eddy County, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator Matador Operating Company	
3a. Address 310 W. Wall, Ste 906 Midland, TX 79703	3b. Phone No. (include area code) 915-687-5955
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL, 1980' FWL Sec 6, T16S, R28E	

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<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input checked="" type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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Matador pulled the tubing, set a CIBP @ 7712' and capped with 35' of cement. The casing was tested to 500 psi for 30 minutes. Mr. Homer Saenz of the BLM witnessed the test on 2/01/02.

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Russ Mathis	Title Production Manager
Signature <i>Russ Mathis</i>	Date 2/19/02

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

