State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



June 1, 2015

Matador Production Company Attn: Ms. Jennifer Bradfute

ADMINISTRATIVE NON-STANDARD LOCATION ORDER

Administrative Order NSL-7290 Administrative Application Reference No. pMAM1512557942

Matador Production Company OGRID 228937 Tiger 14-24S-28E RB Well No. 204 H API No. 30-015-43087

Proposed Location:

	Footages	Unit	Sec.	Twsp	Range	County_
Surface	475` FSL & 229` FEL	P	14	24S	28E	Eddy
Penetration Point	660` FSL & 330` FEL	P	14	24S	28E	Eddy
Final perforation	660` FSL & 330` FWL	M	14	24S	28E	Eddy
Terminus	660` FSL & 240` FWL	M	14	24S	28E	Eddy

Proposed Project Area:

Description	Acres	Pool	Pool Code
S/2 of Section 14	320	Culebra Bluff: Wolfcamp, South (Gas	75750

Reference is made to your application received on May 5, 2015.

You have requested to drill this horizontal well at an unorthodox gas well location described above in the referenced pool or formation. This proration unit is governed by statewide Rule 19.15.15.10.B NMAC, which provides for 320-acre units, with wells located at least 660 feet from a unit outer boundary, and Rule 19.15.16.14.B(2) NMAC concerning directional wells in designated project areas. This location is unorthodox because a portion of the project area is less than 660 feet from the unit boundary.

Your application has been duly filed under the provisions of Division Rules 19.15.15.13 NMAC and 19.15.4.12.A(2) NMAC.

It is our understanding that you are seeking this location to efficiently produce its interest in the project area.

It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Rule 19.15.4.12 (A) 2 NMAC, in all adjoining units towards which the proposed location encroaches.

Pursuant to the authority conferred by Division Rule 19.15.15.13 (B) NMAC, the above-described unorthodox location is hereby approved.

This approval is subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

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 June 1, 2015

DAVID R. CATANACH

Director

DRC/mam

cc: New Mexico Oil Conservation Division – Artesia

New Mexico State Land Office – Oil, Gas, and Minerals