

DATE IN 11/29/06	SUSPENSE	ENGINEER BROOKS	LOGGED IN 11/29/06	TYPE NSL	APP NO. PTDS0633360313
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
- Engineering Bureau -  
1220 South St. Francis Drive, Santa Fe, NM 87505



*Fairway Resource  
Midnight Matador  
5521*

## 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]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]
- [A] Location - Spacing Unit - Simultaneous Dedication  
☒ NSL ☐ NSP ☐ SD
- Check One Only for [B] or [C]
- [B] Commingling - Storage - Measurement  
☐ 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.

Print or Type Name

Signature

Title

Date

e-mail Address



538 Silicon Drive, Suite 101  
Southlake, Texas 76092  
(817) 416-1946 (817) 416-1949 fax

November 28, 2006

Federal Express

Mr. David Brooks  
State of New Mexico  
Energy, Minerals & Natural Resources Department  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, NM 87505

RE: Midnight Matador #6  
API No. 30-015-35240  
1,470' FNL and 1,740' FWL Section 35-T17S-R27E  
Eddy County, New Mexico  
Red Lake, Queen-Grayburg, San Andres  
Federal Lease No. LC-050158

Dear Mr. Brooks:

We are preparing to spud the Midnight Matador #6 on November 30, 2006. The problem we have encountered is we are too close to the northern spacing unit line. We have received approval from the BLM to drill. All of the offset acreage is the same Federal lease and all of the royalty, overriding royalty and other interests are common. Fairway owns 100% of the working interest in this lease. Therefore, no parties are negatively affected. I am enclosing the following:

- Fairway Resources Operating, LLC Lease Plat
- Fairway Producing Formations per Lease Plat
- Copy of the Well Location and Acreage Dedication Plat

We are requesting that you approve this location for the further development of resources of the Red Lake, Queen-Grayburg San Andres. If you have any further questions, please do not hesitate to call Matt Eagleston at 817-416-1946.

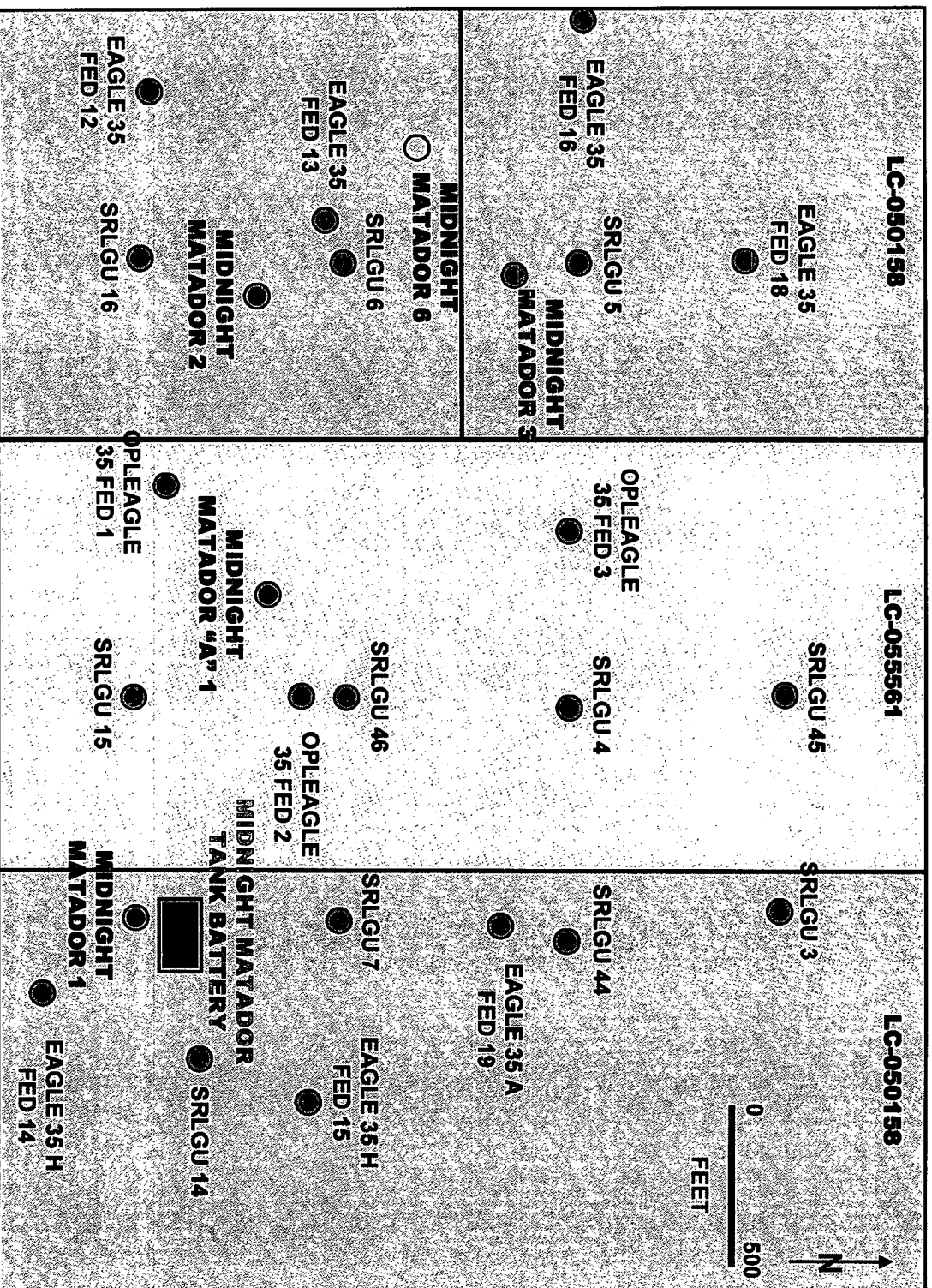
Sincerely yours,

A handwritten signature in black ink, appearing to read "Joe E. Small".

Joe E. Small  
Vice President - Land



# FAIRWAY RESOURCES OPERATING, LLC LEASE PLAT



# Fairway Resources Operating, LLC Producing Formations Per Lease Plat



**Well                      Producing Formation**

Eagle 35 A Fed 19	Yeso
Eagle 35 Fed 12	Yeso
Eagle 35 Fed 13	Yeso
Eagle 35 Fed 16	Yeso
Eagle 35 Fed 18	Yeso
Eagle 35 H Fed 14	Yeso
Eagle 35 H Fed 15	Yeso
Midnight Matador "A" 1	San Andres
Midnight Matador 1	San Andres
Midnight Matador 2	San Andres
Midnight Matador 3	San Andres
Midnight Matador 6	San Andres
OPL Eagle 35 Fed 1	Yeso
OPL Eagle 35 Fed 2	Yeso
OPL Eagle 35 Fed 3	Yeso
SRLGU 14	Grayburg
SRLGU 15	Grayburg
SRLGU 16	Grayburg
SRLGU 3	Grayburg
SRLGU 4	Grayburg
SRLGU 44	Grayburg
SRLGU 45	Grayburg
SRLGU 46	Grayburg
SRLGU 5	Grayburg
SRLGU 6	Grayburg
SRLGU 7	Grayburg

DISTRICT I  
1825 N. French Dr., Hobbs, NM 88240

DISTRICT II  
811 South First, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised March 17, 1999

Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

2040 South Pacheco  
Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name
	513000	RED LAKE-QUEEN, FRAYBURG, SAN ANDRES
Property Code	Property Name	Well Number
	MIDNIGHT MATADOR	6
OGRID No.	Operator Name	Elevation
241598	FAIRWAY RESOURCES OPERATING, L.L.C.	3583'

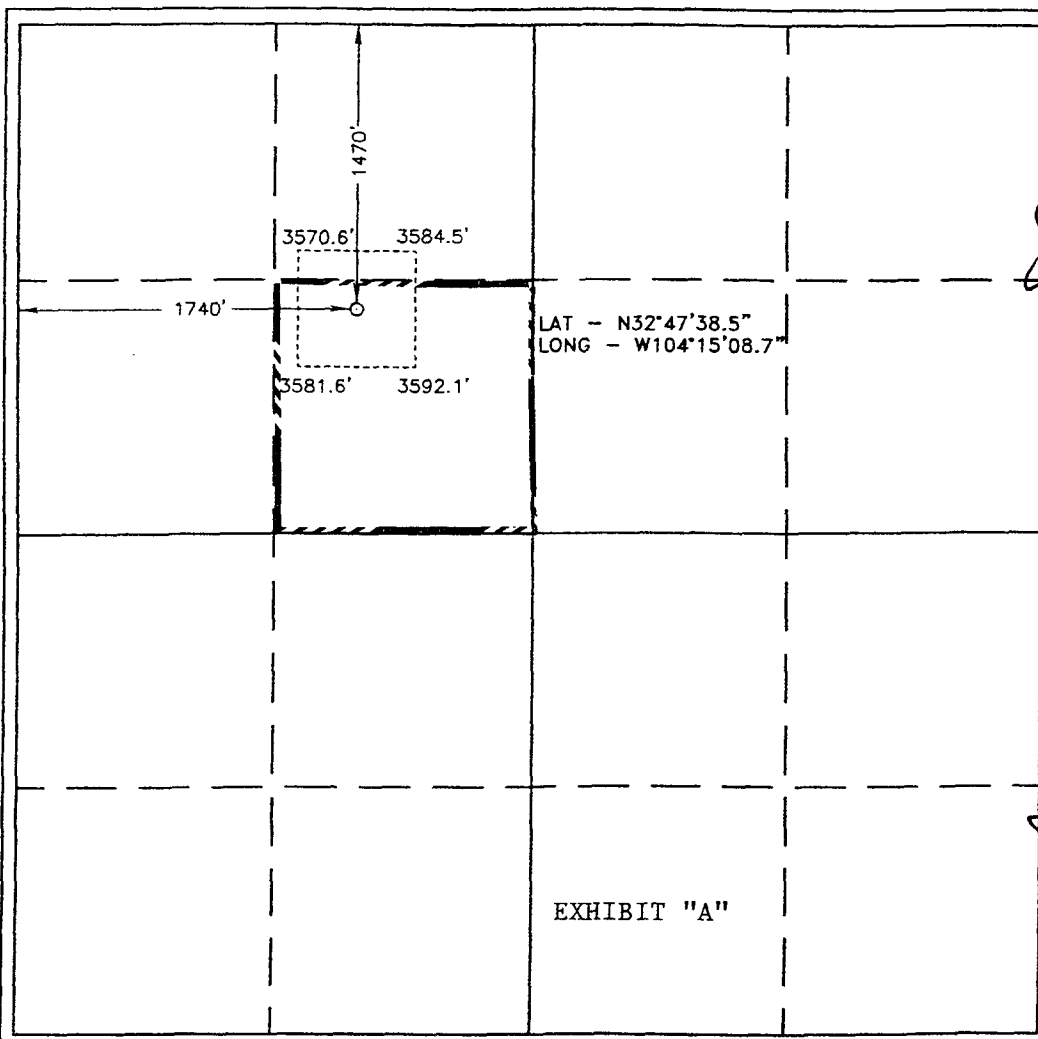
Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	35	17 S	27 E		1470	NORTH	1740	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint or Infill	Consolidation Code	Order No.						
40									

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

	<p>OPERATOR CERTIFICATION</p> <p>I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Joe T. Janica</i> Signature</p> <p>Joe T. Janica Printed Name</p> <p>Agent</p> <p>Title</p> <p>10/18/06 Date</p> <p>SURVEYOR CERTIFICATION</p> <p>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 and correct to the best of my belief.</p> <p>OCTOBER 10, 2006 Date Surveyed</p> <p><i>[Signature]</i> Signature &amp; Seal of Professional Surveyor</p> <p>W.O. No. 17249</p> <p>Certificate No. Gary L. Jones 7977</p> <p>PROFESSIONAL LAND SURVEYOR</p>
EXHIBIT "A"	