

**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

**APPLICATION OF MATADOR PRODUCTION COMPANY
TO RE-OPEN CASE NO. 15433 TO AMEND THE SURFACE HOLE
LOCATION AND WELL ORIENTATION UNDER ORDER R-14140,
LEA COUNTY, NEW MEXICO.**

RECEIVED OGD
2016 JUL -5 P 3:30

CASE NO. 15433 (reopened)

Matador Production Company, ("Matador") (OGRID No. 228937), through its undersigned attorneys, hereby makes application to the Oil Conservation Division to amend the surface location and well orientation designated in Order R-14072. In support of this application, Matador states:

1. Under Division Order R-14140, entered on March 30, 2016, the Division created a 160-acre non-standard spacing and proration unit in the Yeso formation (Corbin; Bone Spring; South Pool (13160)), consisting of the W/2 E/2 of Section 32, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico, and pooled certain uncommitted mineral interest owners in this spacing and proration unit (the "Unit").

2. Under Order R-14140, the Unit was dedicated to the Eland State 32 18 33 RN Well No. 123H Well (API No. 30-025-42977), which was initially permitted as a North-South horizontal well to be drilled from a surface location 154 feet from the North line and 1,859 feet from the East line (Unit B) to a standard bottomhole location 240 feet from the South line and 1,870 feet from the East line (Unit O) of Section 32.

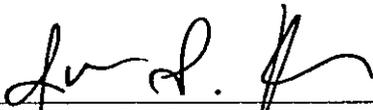
3. Since the entry of Order R-14140, Matador has changed the surface location and proposed orientation of the Eland State 32 18 33 RN Well No. 123H Well due to surface constraints. The well will now be drilled as a South-North horizontal well from a surface location 465 feet from the South line and 1,196 feet from the East line (Unit P) to a standard bottomhole location 240 feet from the North line and 1,870 feet from the East line (Unit B) of Section 32. The completed interval will remain within the Division's 330 foot statewide setback requirements.

4. The completed interval, the pool, and the pooled parties have not changed and are subject to Order R-14140.

WHEREFORE, Matador Production Company requests that this application be set for hearing before an Examiner of the Oil Conservation Division on August 4, 2016, and, after notice and hearing as required by law, the Division amend order R-14140 to reflect the revised surface location and well orientation for the dedicated well.

Respectfully submitted,

HOLLAND & HART LLP

By: 

Michael H. Feldewert
Jordan L. Kessler
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
mfeldewert@hollandhart.com
jlkessler@hollandhart.com

**ATTORNEYS FOR
MATADOR PRODUCTION COMPANY**

CASE 15433 (re-opened): Application of Matador Production Company to Re-Open Case No. 15433 To Amend The Well Surface Location And Well Orientation Under the Terms Of Compulsory Pooling Order R-14140, Lea County, New Mexico. Applicant in the above-styled cause seeks to amend Division Order R-14140 to reflect the updated surface location and well orientation for the initial well. The **Eland State 32 18 33 RN Well No. 123H Well** will now be drilled as a South-North horizontal well from a surface location 465 feet from the South line and 1,196 feet from the East line (Unit P) to a standard bottomhole location 240 feet from the North line and 1,870 feet from the East line (Unit B) of Section 32, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico. The completed interval will remain within the Division's 330 foot statewide setback requirements. All other terms of Order R-14140, including the designated spacing unit, will remain in effect.