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

APPLICATION OF MATADOR PRODUCTION COMPANY TO RE-OPEN CASE NO. 14932 TO POOL THE INTERESTS OF ADDITIONAL MINERAL INTEREST OWNERS UNDER THE TERMS OF COMPULSORY POOLING ORDER R-13666, EDDY COUNTY, NEW MEXICO.

CASE NO. 14932 (re-opened)

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Matador Production Company, ("Matador") (OGRID No. 228937), through its undersigned attorneys, hereby makes application to the Oil Conservation Division to pool the interests of additional mineral owners under the terms of Division Order R-13666. In support of this application, Matador states:

1. Division Order R-13666, entered on December 17, 2012, created a 320acre spacing and proration unit consisting of the N/2 of Section 14, Township 24 South, Range 28 East, NMPM, in Eddy County, New Mexico.¹ This order further pooled the uncommitted interests in the Wolfcamp Formation (South Culebra Bluff-Wolfcamp Gas Pool (75750)) in this spacing and proration unit (the "Unit") and dedicated the Unit to the Marra Well No. 1 (API No. 30-015-23752), and existing vertical well that was reentered at a standard gas well location 660 feet from the North line and 1,980 feet from the West line (Unit C) of Section 14.

2. Since the entry of Order R-13666, Matador has discovered additional mineral owners.

¹ Order R-13666 also created a 160-acre spacing unit comprised of the NW/4 of Section 14 and a 40-acre spacing unit comprised of the NE/4 NW/4 of Section 14 for the entire vertical extent of the Wolfcamp, Bone Spring, and Delaware formations. This application does not affect those spacing units.

3. The pooling of these additional mineral interest owners under the terms of Division Order R-13666 will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.

4. In order to obtain Matador's just and fair share of the oil and gas underlying the subject acreage, all remaining uncommitted mineral interests should be pool pursuant to the terms of Order R-13666.

WHEREFORE, Matador Production Company requests that this application be set for hearing before an Examiner of the Oil Conservation Division on October 27, 2016, and, after notice and hearing as required by law, the Division pool remaining uncommitted mineral interest owners in the Unit pursuant to the terms of existing Division Order R-13666.

Respectfully submitted,

HOLLAND & HART LLP

Bv:C

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ATTORNEYS FOR MATADOR PRODUCTION COMPANY **CASE 14932 (re-opened):** Application of Matador Production Company to Re-Open Case No. 14932 To Pool The Interests Of Additional Mineral Owners Under The Terms Of Compulsory Pooling Order R-13666, Eddy County, New Mexico. Applicant in the above-styled cause seeks to amend Division Order R-13666 to include the pooling of additional mineral interests in the Wolfcamp formation (South Culebra Bluff-Wolfcamp Gas Pool (75750)) underlying the N/2 of Section 14, Township 24 South, Range 28 East, NMPM, in Eddy County, New Mexico. Said unit is dedicated to the Marra Well No. 1 and is located 1/2 mile east of Malaga, New Mexico.