MATADOR PRODUCTION COMPANY

ZACH McCORMICK FED COM No. 121H & No. 122H

Case 15770

Case 15771

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

APPLICATIONS OF MATADOR PRODUCTION COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

CASE NOs. 15770 & 15771

August 3, 2017

EXHIBIT NOTEBOOK Zach McCormick Fed Com #121H & 122H

Exhibit 1	C-102 Form
Exhibit 2	Summary of Working/ Mineral Interests
Exhibit 3	Midland Map
Exhibit 4	Well Proposal Letters
Exhibit 5	AFE
Exhibit 6	Affidavit, notice letters, proof of mailing (compulsory pooling)
Exhibit 7	Locator Map
Exhibit 8	Structure Map
Exhibit 9	Stratigraphic Cross Section A-A?
Exhibit 10	Isopach Map
Exhibit 11	Zach McCormick Fed Com 121H & 122H Completion

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (375) 393-6161 Fax: (575) 393-0720 District II 211 S. First St., Artesia, NM 88210 hone: (575) 748-1283 Fax: (575) 748-9720

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 <u>District IV</u> 1220 S. St. Francis Dr., Sante Fe, NM 87505

1 220 S. St. Francis Dr., Sante Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 State of New Marie OIL CONSERVATION
Energy, Minerals & Natural Resource Department

OIL CONSERVATION DIVISION 2017
1220 South St. Francis Dr.

1220 South St. Francis Dr. Sante Fe, NM 87505 RECEIVED

FORM C-102

Revised August 1, 2011

AMENDED REPORT

Submit one copy to appropriate

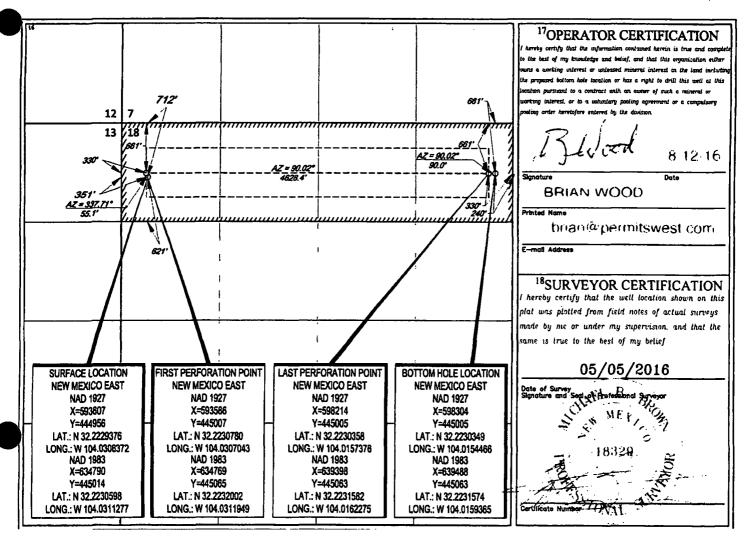
District Office

WELL LOCATION AND ACREAGE DEDICATION PLAT '2nd Bone Spring sand

30-015-	API Number	Jef		² Pool Code 50371		PIERCE CROSSING BONE SPRING'			
*Property C		ZACH McCORMICK FED COM					ı	Vell Number #121H	
'ogrid N 22893			·				Elevation 2953		
6					¹⁰ Surface Lo	cation			
UL or lot lo.	Section 18	Township 24-S	Range 29-E	Lot Idn	Feet from the 712'	North/South line NORTH	Feet from the 351'	East/West line WEST	EDDY

UL or lot ac.	Section 18	Township 24-S	Range 29-E	Lot Idn	Feet from the 661'	North/South line NORTH	Feet from the 240'	East/West line EAST	County EDDY
159.60	Soint or	Infili	asolidation Code	¹⁵ Order	No.				

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.



<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

11 S. First St., Artesia, NM 88210 bone: (575) 748-1283 Fax: (575) 748-9720 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S. St. Francis Dr., Sante Fe. NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

Energy, Minerals & Natural Result CONSERVATION

Revised August 1, 2011

Submit one copy to appropriate **District Office**

Department OIL CONSERVATION DIVISION JUN 0 7 2017

1220 South St. Francis Dr. Sante Fe, NM 87505

RECEIVED

AMENDED REPORT

FORM C-102

WELL LOCATION AND ACREAGE DEDICATION PLAT 2nd Bone Spring sand

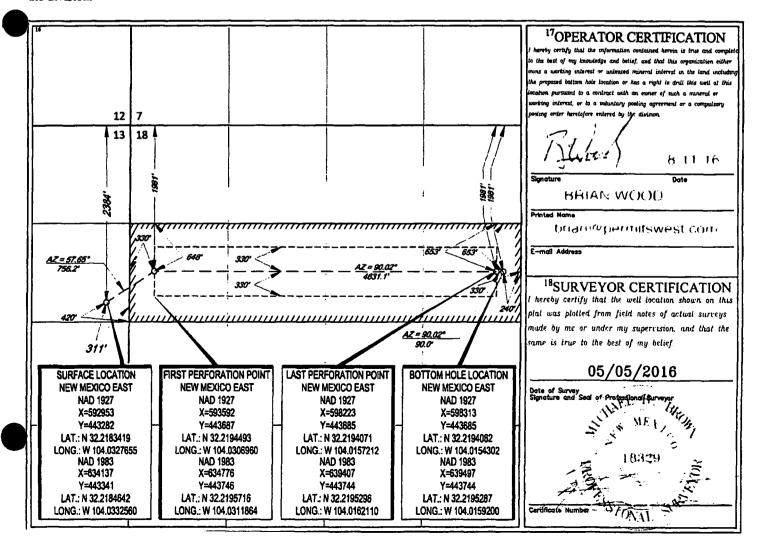
3(1 (1)5 44255	² Pool Code 50371	PIERCE CROSSING B	
Property Code 317797	ZACH MCCORMICK F	Perty Name E () ()()M	*Well Number #122H
OGRID № 228937	- •	erator Name DUCTION COMPANY	⁹ Elevation 2956'

10 Surface Location

UL or lot ac.	Section	Township	Range	Lot (dn	Feet from the	North/South line	Feet from the	East/West line	County
H	13	24-S	28-E	-	2384'	NORTH	311'	EAST	EDDY

UL or lot no. H	Section 18	Towaship 24-S	Range 29-E	Lot Idn	Feet from the 1981'	North/South line NORTH	Feet from the 240'	East/West line EAST	County EDDY
159 68) Joint or I	nfill l⁴Co	nsolidation Code	o ¹⁵ Orde	r No.				

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.



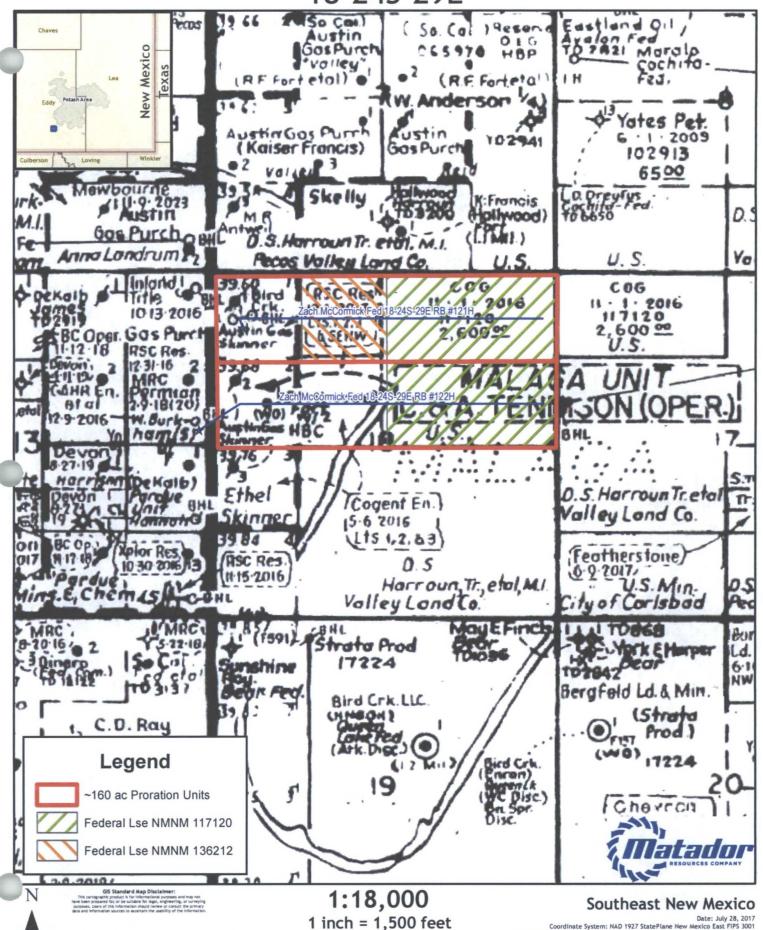


Summary of Interests

MRC Permian Company Working Interest			42.93%
Voluntary Joinder			7.07%
Compulsory Pool Interest Total:			50.00%
Interest Owner:	Description:	Interest:	
COG Operating LLC	Working Interest Owner		47.50%
Concho Oil and Gas LLC	Working Interest Owner		2.50%



18-24S-29E



Feet

6,000

3,000

750

1,500

4,500

Date: July 28, 2017 Coordinate System: NAD 1927 StatePlane New Mexico East FIPS 3001 Projection: Transverse Mercator; Datum: North American 1927; Units: Foot US

MRC Permian Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240
Voice 972.371.5430 • Fax 214.866.4930
ccarleton@matadorresources.com

Chris Carleton Landman

May 16, 2017

VIA CERTIFIED RETURN RECEIPT MAIL

Concho Oil and Gas LLC 600 W. Illinois Ave Midland, TX 79701

viidialid, 17. 79701

Matador Production Company - Zach McCormick Fed Com #121H (the "Well")

Participation Proposal

Section 18, Township 24 South, Range 29 East

Eddy County, New Mexico

Concho Oil and Gas LLC,

MRC Permian Company ("MRC") proposes the drilling of Matador Production Company's Zach McCormick Fed Com #121H well, located in Section 18, Township 24 South, Range 29 East, Eddy County, New Mexico.

In connection with the above, please note the following:

The estimated cost of drilling, testing, completing, and equipping the Well is \$5,834,025 as found on the enclosed AFE dated April 24, 2016.

The proposed surface location of the Well is approximately 712' FNL and 351' FEL of Section 18, Township 24 South, Range 29 East, Eddy County, New Mexico. The proposed bottom hole location of the subject well is approximately 661' FNL and 240' FEL of Section 18, Township 24 South, Range 29 East, Eddy County, New Mexico.

The Well will have a targeted interval within the Bone Spring formation. We plan to drill the Well horizontally in the Bong Spring (~8,400' TVD) to a Total Measured Depth of approximately 13,150' resulting in a productive lateral of approximately 4,500'.

MRC reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. MRC will advise you of any such modifications.

Concho Oil and Gas LLC will own an approximate 2.506344% working interest in the Well, subject to title verification.

MRC requests that you indicate your election to participate in the drilling and completion of the Well in the space provided below, sign and return one (1) copy of this letter to the undersigned.

MRC is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement which is enclosed for your review and approval. The enclosed Operating Agreement dated May 17, 2017 by and between Matador Production Company, as operator and MRC Permian Company et al as Non-Operators covers N/2 of Section 18, Township 24 South, Range 29 East, Eddy County, New Mexico and has the following general provisions:

100/300/300 Non-consenting penalty

Date:

- \$7,000/\$700 Drilling and Producing rate
- Matador Production Company named as Operator

If your election is to participate in the drilling and completion of the Well, please sign and return a copy of the enclosed AFE within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFE is only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. Please contact me if you have any questions.

Please elect one of the following and return to sender.

Concho Oil and Gas LLC hereby elects to participate for its proportionate share of the costs detailed in the enclosed AFE associated with the Matador Production Company's Zach McCormick Fed Com #121H well, located in Eddy County, New Mexico.

Concho Oil and Gas LLC hereby elects not to participate for its proportionate share of the costs detailed in the enclosed AFE associated with the Matador Production Company's Zach McCormick Fed Com #121H well, located in Eddy County, New Mexico.

I/ We are interested in selling our interest in this unit, please contact us to discuss.

Concho Oil and Gas LLC

By:

Title:

MRC Permian Company

One Lincoln Centre • 5400 LBJ Freeway • Suite 1500 • Dallas, Texas 75240
Voice 972.371.5430 • Fax 214.866.4930
ccarleton@matadorresources.com

Chris Carleton Landman

May 16, 2017

VIA CERTIFIED RETURN RECEIPT MAIL

Concho Oil and Gas LLC 600 W. Illinois Ave Midland, TX 79701

Re: Matador Production Company - Zach McCormick Fed Com #122H (the "Well")
Participation Proposal
Section 18, Township 24 South, Range 29 East
Eddy County, New Mexico

Concho Oil and Gas LLC,

MRC Permian Company ("MRC") proposes the drilling of Matador Production Company's Zach McCormick Fed Com #122H well, located in Section 18, Township 24 South, Range 29 East, Eddy County, New Mexico.

In connection with the above, please note the following:

The estimated cost of drilling, testing, completing, and equipping the Well is \$5,834,025 as found on the enclosed AFE dated April 24, 2016.

The proposed surface location of the Well is approximately 2384' FNL and 311' FEL of Section 13, Township 24 South, Range 29 East, Eddy County, New Mexico. The proposed bottom hole location of the subject well is approximately 1981' FNL and 240' FEL of Section 18, Township 24 South, Range 29 East, Eddy County, New Mexico.

The Well will have a targeted interval within the Bone Spring formation. We plan to drill the Well horizontally in the Bone Spring (~8,400' TVD) to a Total Measured Depth of approximately 13,150' resulting in a productive lateral of approximately 4,500'.

MRC reserves the right to modify the locations and drilling plans described above in order to address topography, cultural or environmental concerns, among other reasons. MRC will advise you of any such modifications.

Concho Oil and Gas LLC will own an approximate 2.506344% working interest in the Well, subject to title verification.

MRC requests that you indicate your election to participate in the drilling and completion of the Well in the space provided below, sign and return one (1) copy of this letter to the undersigned.

MRC is proposing to drill the Well under the terms of the modified 1989 AAPL form of Operating Agreement which is enclosed for your review and approval. The enclosed Operating Agreement dated May 17, 2017 by and between Matador Production Company, as operator and MRC Permian Company et al as Non-Operators covers N/2 of Section 18, Township 24 South, Range 29 East, Eddy County, New Mexico and has the following general provisions:

- 100/300/300 Non-consenting penalty
- \$7,000/\$700 Drilling and Producing rate
- Matador Production Company named as Operator

If your election is to participate in the drilling and completion of the Well, please sign and return a copy of the enclosed AFE within thirty (30) days of receipt of this notice. Please be aware that the enclosed AFE is only an estimate of costs to be incurred and by electing to participate in the Well, each working interest owner shall be responsible for its proportionate share of all costs incurred.

Thank you for your consideration of this proposal. Please contact me if you have any questions.

Enclosure(s)

Please elect one of the following and return to sender.

Concho Oil and Gas LLC hereby elects to participate for its proportionate share of the costs detailed in the enclosed AFE associated with the Matador Production Company's Zach McCormick Fed Com #122H well, located in Eddy County, New Mexico.

Concho Oil and Gas LLC hereby elects not to participate for its proportionate share of the costs detailed in the enclosed AFE associated with the Matador Production Company's Zach McCormick Fed Com #122H well, located in Eddy County, New Mexico.

I/ We are interested in selling our interest in this unit, please contact us to discuss.

Concho Oil and Gas LLC

By:

Title:

Date:

MATADOR PRODUCTION COMPANY

ONE LINCOLN CENTRE • 6400 LBJ FREEWAY • SUITE 1500 • DALLAS, TEXAS 75240 Phone (972) 371-5200 • Fax (972) 371-5201

		ESTIMATE OF COSTS AND	AUTHORIZATION FO	R EXPENDITURE		
OATE: A	pril 24, 2017			AFE NO.:		0
	ach McConnick Fed (20m #121H		FIELD:	_	0
	ection 18-24S-29E	AMIL WIZ III		MD/TVD:	_	13150/8400
_	ddy, NM	-	_	LATERAL LENGTH:	_	about 4500'
MRC WE	Asoy, I'din		-		. -	
_	lone Springs					
		rizontal Second Bone Sprin	a Sand well with 22 s	daces		•
						
		DRILLING	COMPLETION	PRODUCTION		TOTAL
INTANGIBLE CO	STS	COSTS	COSTS	COSTS	FACILITY COSTS	COSTS
Land / Legal / Regulatory	\$	1,700		•	\$	\$ 1,700
Location, Surveys & Damages		45,000 446,000	13,000	4,000		62,000 446,000
Oriting Commuting & Float Equip		111,500				111,500
Logging / Formation Evaluation	n ·	******	4,500			4,500
thud Logging		12,000				12,000
Mud Circulation System		28,375				28,375
Mud & Chemicals	,	32,450 125,000	20,000		65,000	52,450 190,000
Mud / Wastewater Disposal Freight / Transportation		18,000	15,000			33,000
Rig Supervision / Engineering		63,000	42,550	9,000	18,000	132,550
Orill Sits		52,000				52,000
Fuel & Power		69,000	318,210		50,000	69,000 398,210
Water Drig & Completion Overhead		30,000 8,500	15,000		30,000	23,500
Plugging & Abandonment						
Otrectional Orlilling, Surveys		115,000				118,000
Completion Unit, Swats, CTU			50,000	24,000		74,000 86,800
Perforating, Wireline, Slickline High Pressure Pump Truck	1		85,800 38,500	<u>-</u>		38,500
Stimulation			1,958,000			1,958,000
Stimulation Flowback & Olsp		-	113,000			113,000
Insurance		23,670				23,670
Labor		90,000	17,000	8,000		113,000
Rentzi - Surface Equipment Rentzi - Downhole Equipment		55,960 22,500	129,125	12,000	15,000 15,000	212,075 77,500
Rentzi - Living Quarters		30,200	24,950		- 10,000	58,150
Contingency		68,892	92,664			161,556
	OTAL INTANGIBLES >	1,446,737	2,977,299	58,000	163,000	4,842,038
		DRILLING	COMPLETION	PRODUCTION		TOTAL
TANGIBLE COS	18	COSTS	COSTS	COSTS	FACILITY COSTS	COSTS
Surface Casing Intermediate Casing	•	27,230 72,484	·	·——	•——	72,484
Orilling Liner						- 12,007
Production Casing		230,975				230,975
Production Liner		<u>.</u>				
Tubing Wellhead		31,000	 	40,000 25,000		40,000 56,000
Peckers, Liner Hangers		31,000	52,800	8,000		60,800
Tenka		•			60,000	60,000
Production Vessels		•		66,000	41,000	107,000
Flow Lines		<u> </u>				<u> </u>
Rod string Artificial Lift Equipment		 		30,000		30,000
Compressor						
installation Costs				30,000	120,000	150,000
Surface Pumps		<u>.</u>		5,000		5,000
Non-controllable Surface Non-controllable Downhole				88,000	70,000	136,000
Downhole Pumps						
Measurement & Motor Installat	tion	-		17,500	70,000	87,500
Gas Conditioning / Dehydratio						
Interconnecting Facility Piping)				51,000	51,000
Gathering / Bulk Lines Valves, Dumps, Controllers					8,000	
Tank / Facility Containment			$\overline{}$		20,000	8,000 20,000
Flare Stack					15,000	15,000
Electrical / Grounding					15,000	18,000
Communications / SCADA Instrumentation / Safety					20,000	20,000
pioc dimension, dated	TOTAL TANGIBLES >	381,689	52,800	287,500	490,000	1,191,889
	TOTAL COSTS >	1,808,428	3,030,099	342,600	653,000	5,834,025
			.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			
EPARED BY MATADOR PRO	DUCTION COMPAN	Y:				
Dellas Pastasas	A	Frank Market			_	- · · · · · · · · · · · · · · · · · · ·
Orlling Engineer:	Adam Lange	Team Lead - WTX/NA	WIE .			
Completions Engineer: Production Engineer:	Chifs Calvert John Romano		WIE			
Production cognition.	John Remand					
T4000 0000 0000	******					
TADOR RESOURCES COM	PANY APPROVAL:					
Executive VP, COO/CFO		VP - Res Engineering	5		VP - Dri	lima
	DEL.	1. Inn milkinger	84R		AL - MI	
Executive VP, Legal		Exec Oir - Exploration	n		. VP - Produc	
	CA		NLF -			TWG
President		VP & Genoral Manage	r			
-	NYH					
						
N OPERATING PARTNER A	PPROVAL:					
Communic Money			Management (Mr.)			m.
Company Name: _			Working Interest (%): _		Tax	D:
Signed by:			Date:			•
-		-				
Title:			Approvat:_	Yes	_	No (mark one)
n on the AFF on whether only only one to make the	4	and discount of State				

MATADOR PRODUCTION COMPANY

CNE LINCOLN CENTRE - 6400 LBJ PREEWAY - SLITE 1800 - DALLAS, TEXAS 78240

Phono (872) 371-8200 - Pax (872) 371-8201

ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

DATE:	April 24, 2017			AFE NO.:	_	<u> </u>
WELL NAME:	Zech McCormick Fed	Com #122H		PIELD:	_	0
LOCATION:	Section 18-24S-29E			MD/TVD:	_	13150'/8400'
COUNTY/STATE:	Eddy, NM			LATERAL LENGTH:	_	about 4500*
MRC WI:					_	
GEOLOGIC TARGET:	Bone Springs					
REMARKS:		orizontal Second Bone Spr	don Cond with 22 otons			
REIBARAS.	DIE AIG COMPEGG & IN	CHACKER COCCUR COCK COK	n S con a man er omfo			
		- PONT I INO	COMPLETION	PRODUCTION		TOTAL
METALICIES E	20070	DRILLING COSTS	COMPLETION	COSTS	FACILITY COSTS	COSTS
INTANGIBLE (Lend / Legal / Regulatory	20318	1,700	- COS15	1	1700010	\$ 1,700
Location, Surveys & Dama	108	45,000.	13,000	4,000	•——	62,000
Orliling		448,000				448,000
Cementing & Float Equip		111,500				111,500
Logging / Formation Evalua	ition		4,500			4,500
Mud Logging		12,000				12,000
Mud Circulation System		28,375				28,375
Mud & Chemicals		32,450	20,000		65,000	52,450 190,000
Mud / Westmater Disposal		125,000	15,000		66,000	33,000
Freight / Transportation Rig Supervision / Engineeri	ina.	63,000	42,550	9,000	18,000	132,550
Orti Bits		52,000				52,000
Fuel & Power		69,000			-	69,000
Water		30,000	318,210		50,000	398,210
Drig & Completion Overhea	d	8,500	15,000		<u> </u>	23,500
Plugging & Abandonment		1.00				- 11/ 555
Otrectional Ortiling, Survey		118,000	50,000	24,000		115,000 74,000
Completion Unit, Swab, CT Perforating, Wireline, Siloki			85,800	24,000		85,800
High Pressure Pump Truck			38,500			38,500
Stimulation			1,968,000			1,958,000
Stimulation Flowback & Dir	SD .		113,000			113,000
Insurance	-	23,670				23,670
Labor		90,000	17,000	8,000		113,000
Rental - Burtace Equipment		55,950	129,125	12,000	15,000	212,075
Rental - Downhole Equipm	ent	22,500	40,000		15,000	77,500
Rentel - Living Quarters		30,200	24,850		<u>:</u>	58,150
Contingency		68,892	92,684	·	<u> </u>	181,558
	TOTAL INTANGIBLES		2,977,299	55,000	163,000	4,642,038
		DRILLING	COMPLETION	PRODUCTION COSTS	FACILITY COSTS	TOTAL
TANGIBLE C	0818	27,230		- COS15	PAGILITY COSTS	8 27,230
Intermediate Casing	•	72,484	'	•——	•——	72,484
Drilling Liner		- 12/407				- 12,444
Production Casing		230,975				230,975
Production Liner		•				
Tubing				40,000		40,000
Wellhead		31,000		25,000		58,000
Packers, Liner Hangers			52,800	8,000		60,600
Tanks Production Vessets				66,000	60,500 41,000	60,000
Flow Lines				68,000	41,000	107,000
Rod string						
Artificial Lift Equipment				30,000		30,000
Compressor						
Installation Costs				30,000	120,000	150,000
Surface Pumpa				5,000		5,000
Non-controllable Surface Non-controllable Downhole		<u>:</u>		66,000	70,000	136,000
Countrole Pumps	,					
Measurement & Meter Inst	dation			17,500	70,000	87,500
Gas Conditioning / Debydro				•		
Interconnecting Facility Pip	otng				51,000	51,000
Gathering / Bulk Lines				•	•	-
Valves, Dumps, Controllers				===	8,000	8,000
Tenk / Pacility Containment	!				20,000	20,000
Fiere Stack Electrical / Grounding					15,000	15,000
Communications / SCADA					10,000	10,000
Instrumentation / Safety			 		20,000	20,000
	TOTAL TANGIBLES	361,689	52,500	287,500	490,000	1,191,889
	TOTAL COSTS :		3,030,099	342,500	653,000	8,834,028
	"		-,,			-,,
REPARED BY MATADOR F	RODUCTION COMPAN	(Y :				
			1 - 7			
Orilling Enginee		Team Lead - WTX/	NM WTE			
Comptetions Enginee			WTE			
Production Enginee	r; John Romano					
			 			
ATADOR RESOURCES CO	MPANY APPROVAL:					
_	•		,			
Executive VP, COO/CF0		VP - Res Engineer			VP - Dri	
	DEL		BMR			8G
Executive VP, Legs		Exac Oir - Expionat			VP - Product	
	ČA .		NUF			TWG
Presiden		VP & General Mana	ger			
	MVH					
			· · · · · · · · · · · · · · · · · · ·			
ON OPERATING PARTNER	APPROVAL:					
Company Name	f		Working Interest (%):		Tax	ID:
Signed by		_	-			
SAUTHE DA			Date:			
	·				-	
			Anomor	Vee	•	Also Assert soun
Title	-	M and if the project. Taking installible approved in	Approvat:	Yes		No (mark one)

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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

) ss.

COUNTY OF SANTA FE

STATE OF NEW MEXICO)

Case No. 15,770

AFFIDAVIT OF NOTICE

James	s Bruce, being duly sworn upon his oath, deposes and states:
1.	I am over the age of 18, and have personal knowledge of the matters stated herein.
2:	I am an attorney for Matador Production Company.
3. the names a application f	Matador Production Company has conducted a good faith, diligent effort to find and correct addresses of the interest owners entitled to receive notice of the iled herein.
4. Copies of the	Notice of the application was provided to the interest owners by certified mail. e notice letter and certified return receipt are attached hereto as Attachment A.
5. 19.15.4.9 and	Applicant has complied with the notice provisions of Division Rules NMAC 19.15.4.12.C. James Bruce
SUBS James Bruce	SCRIBED AND SWORN TO before me this 2nd day of August, 2017 by
My Commis	sion Expires: WWW 1/2121 OFFICIAL SEAL Andrea Montoya NOTARY PUBLIC - STATE OF NEW MEXICO Strees: WWW 1/21/7

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

June 30, 2017

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

COG Oil & Gas LLC COG Operating LLC 600 West Illinois Midland, Texas 79701

Ladies and gentlemen:

Enclosed is a copy of an application for a non-standard unit and compulsory pooling, filed with the New Mexico Oil Conservation Division by Matador Production Company, regarding a Bone Spring well in the N½N½ of Section 18, Township 24 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, August 3, 2017, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting the matter at a later date.

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Wednesday, July 27, 2017. This statement must be filed with the Division's Santa Fe office at the above address, and should include: The names of the party and its attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours,

ailles Diuce

Attorney for Matador Production Company

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON L	DELIVERY
 Complete Items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mallpiece, or on the front if space permits. 	A. Signature X	Agent Addressee C. Date of Delivery
Article Addressed to:	D. Is delivery address different from If YES, enter delivery address t	
COG Oil & Gas LLC COG Operating LLC 600 West Illinois Midland, Texàs 79701		
	3. Service Type Adult Signature Adult Signature Restricted Delivery Certified Mail®	☐ Priority Mail Express® ☐ Registered Mail™ ☐ Registered Mail Restricted Delivery
9590 9402 2691 6351 8822 49	☐ Certifled Mail Restricted Delivery ☐ Collect on Delivery	☐ Return Receipt for Merchandise
2. Article Number (Transfer from contine Inhali 7017 0660 0000 6478	7164 ricted Delivery	☐ Signature Confirmation™☐ Signature Confirmation Restricted Delivery
PS Form 3811, July 2015 PSN 7530-02-000-9053		Domestic Return Receipt

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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 15,771

AFFIDAVIT OF NOTICE

COUNTY OF SANTA FE)
STATE OF NEW MEXICO)
James Bruce, being duly sworn upon his oath, deposes and states:
1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Matador Production Company.
3. Matador Production Company has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the application filed herein.
4. Notice of the application was provided to the interest owners by certified mail. Copies of the notice letter and certified return receipt are attached hereto as Attachment A.
5. Applicant has complied with the notice provisions of Division Rules NMAC 19.15.4.9 and 19.15.4.12.C.
James Bruce
SUBSCRIBED AND SWORN TO before me this Lind day of August, 2017 by James Bruce.
My Commission Expires: MM (1207) OFFICIAL SEAL Andrea Montoya
NOTARY PUBLIC - STATE OF NEW MEXICO My Commission Expires: D D EXHIBIT

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

June 30, 2017

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

COG Oil & Gas LLC COG Operating LLC 600 West Illinois Midland, Texas 79701

Ladies and gentlemen:

Enclosed is a copy of an application for a non-standard unit and compulsory pooling, filed with the New Mexico Oil Conservation Division by Matador Production Company, regarding a Bone Spring well in the S½N½ of Section 18, Township 24 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, August 3, 2017, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting the matter at a later date.

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Wednesday, July 27, 2017. This statement must be filed with the Division's Santa Fe office at the above address, and should include: The names of the party and its attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours,

dilles bluce

Attorney for Matador Production Company

ATTACHMENT A

U.S. Postal Service™ CERTIFIED MAIL® (SEIPT) 7171 Cortified Mail Foo 6478 0000 Postmark Certified Mail Restricted D Here Adult Signature Restricted Delivery S 2012 0660 S Total Postage and Fees Sent To COG Oil & Gas LLC Sireel and Apt. No., or PO Bo COG Operating LLC 600 West Illinois Midland, Texas 79701

SENDER: COMPLETE THIS SECTION Complete Items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailplece, or on the front if space permits.	COMPLETE THIS SECTION ON I	Agent Addressee C. Date of Delivery
COG Oil & Gas LLC COG Operating LLC 600 West Illinois Midland, Texas 79701	D. Is delivery address different from If YES, enter delivery address to	110111 11 244
9590 9402 2691 6351 8822 56 2. Article Number (Transfer from service label) 7017 0660 0000 6478 7173	3. Service Type Adult Signature Adult Signature Restricted Delivery Certified Mail® Corlified Mail Restricted Delivery Collect on Delivery Collect on Delivery Mail Restricted Delivery Mail Restricted Delivery 00)	□ Priority Mail Express® □ Registered Mail™ □ Registered Mail Restricted Delivery □ Return Receipt for Merchandise □ Signature Confirmation™ □ Restricted Delivery
PS Form 3811, July 2015 PSN 7530-02-000-9053	Mar 2M/220	Oomestic Return Receipt

Offset Operators or Working Interest Owners

S/2S/2 Section 7 Kaiser-Francis Oil Company P.O. Box 21468 Tulsa, Oklahoma 74121

SW/4W/4 Section 8 OXY USA Inc. Suite 110 5 Greenway Plaza Houston, Texas 77046

W/K Land Company 911 Kimbark Street Longmont, Colorado 80501

John Woodward Address unknown

Patterson-UTI Energy, Inc. Suite 800 10713 West Sam Houston Parkway North Houston, Texas 77064

Glenna V. Anderson 7 Via Chapala San Clemente, California 92673

Roberta Regan address unknown

Floyd & Catherine Ensign address unknown

Apache Corporation Suite 3000 300 Veterans Airpark Lane Midland, Texas 79705

Lobos Energy Partners LLC Suite 950 3817 NW Expressway Oklahoma City, Oklahoma 73112



Carol Day 1618 Oakwood Drive Modesto, California 95350

Grace M. Eads 4367 Dearpark Court Westlake Village, California 91361 William J. Finch P.O. Box 3000 Tulsa, Oklahoma 74102

Judy J. Flick 36 Bryan Court Alamo, California 94507

Barbara M. Hart 2730 Miradero Drive Santa Barbara, California 93105

Fred Newcomb 58 West Pine Street Altadena, California 91001

Bonnie Pulliam 1712 Frank Marion Durham, California 95938

W/2NW/4 and NW/4SW/4 Section 17 COG Operating LLC 600 West Illinois Midland, Texas 79701

OXY USA WTP L.P. Suite 110 5 Greenway Plaza Houston, Texas 77046

N/2S/2 Section 18 Chevron U.S.A. Inc. 6301 Deauville Boulevard Midland, Texas 79706

NE/4SE/4 Section 13-24S-28E RSC Resources, LP 6824 Island Circle Midland, Texas 79707 E/2NE/4 Section 13-24S-28E Chisos, Ltd. 670 Dona Ana Road SW Deming, New Mexico 88030

Black Shale Minerals, LLC P.O. Box 2243 Longview, Texas 75606

Horned Frog Oil & Gas, LP P.O. Box 101265 Fort Worth, Texas 76185

OXY USA WTP L.P. Suite 110 5 Greenway Plaza Houston, Texas 77046

RSC Resources, LP 6824 Island Circle Midland, Texas 79707

Gahr Energy Company P.O. Box 1889 Midland, Texas 79702

HHC Consulting & Investments, LLC 2800 North Garfield Midland, Texas 79705

JTD, LLC 3413 Shell Avenue Midland, Texas 79707

Texabec, LLC P.O. Box 702008 Dallas, Texas 75370

Cl. St. Clair, LLC 3211 Haynes Drive Midland, Texas 79705

Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102

SE/4SE/4 Section 12-24S-28E Mewbourne Oil Company Suite 1020 500 West Texas Midland, Texas 79701

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

APPLICATION OF MATADOR PRODUCTION COMPANY FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 15,770

APPLICATION OF MATADOR PRODUCTION COMPANY FOR A NON-STANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

Case No. 15,771

AFFIDAVIT OF NOTICE

COUNTY OF SANTA FE)):	22
STATE OF NEW MEXICO	•	,,,

James Bruce, being duly sworn upon his oath, deposes and states:

- 1. I am over the age of 18, and have personal knowledge of the matters stated herein.
- 2. I am an attorney for Matador Production Company.
- 3. Matador Production Company has conducted a good faith, diligent effort to find the names and correct addresses of the offset operators or interest owners entitled to receive notice of the applications filed herein.
- 4. Notice of the applications was provided to the offsets, at their last known addresses, by certified mail. Copies of the notice letters and certified return receipts are attached hereto as Attachment A.

5.	Applicant	has	complied	with	the	notice	provisions	of	Division	Rules	NMAC
19.15.4.9 and	19.15.4.12.	C.					//		$\overline{\mathcal{D}}$		

James Bruce

My Commission Expires: ///

OFFICIAL SEAL

Andrea Montoya

Notary Public

EXHIBIT (

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

July 12, 2017

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed are copies of two applications for a non-standard unit, etc., filed with the New Mexico Oil Conservation Division by Matador Production Company, regarding Bone Spring wells in (i) the N½N½ of Section 18, and (ii) the S½N½ of Section 18, both in Township 24 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

These matters are scheduled for hearing at 8:15 a.m. on Thursday, August 3, 2017, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The Division requires applicant to notify offset operators or working interest owners of the non-standard unit portion of the applications, and you offset one or both of the well units. You are not required to attend this hearing, but you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting these matters at a later date.

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Thursday, July 27, 2017. This statement must be filed with the Division's Santa Fe office at the above address, and should include: The names of the party and its attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours,

Attorney for Matador Production Company

ATTACHMENT A

EXHIBIT A

Kaiser-Francis Oil Company P.O. Box 21468 Tulsa, Oklahoma 74121

Attention: Michael D. Maxey

COG Operating LLC 600 West Illinois Midland, Texas 79701

OXY USA WTP L.P. Suite 110 5 Greenway Plaza Houston, Texas 77046

RSC Resources, LP 6824 Island Circle Midland, Texas 79707

Gahr Energy Company P.O. Box 1889 Midland, Texas 79702

HHC Consulting & Investments, LLC 2800 North Garfield Midland, Texas 79705

JTD, LLC 3413 Shell Avenue Midland, Texas 79707

Texabec, LLC P.O. Box 702008 Dallas, Texas 75370

Cl. St. Clair, LLC 3211 Haynes Drive Midland, Texas 79705

Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102

Chisos, Ltd. 670 Dona Ana Road SW Deming, New Mexico 88030

Black Shale Minerals, LLC P.O. Box 2243 Longview, Texas 75606

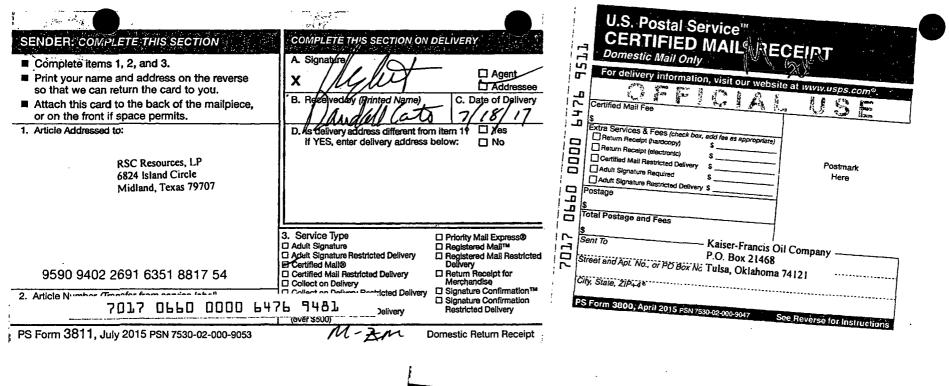
Horned Frog Oil & Gas, LP P.O. Box 101265 Fort Worth, Texas 76185

Chevron U.S.A. Inc. 6301 Deauville Boulevard Midland, Texas 79706

Attention: Permitting Team

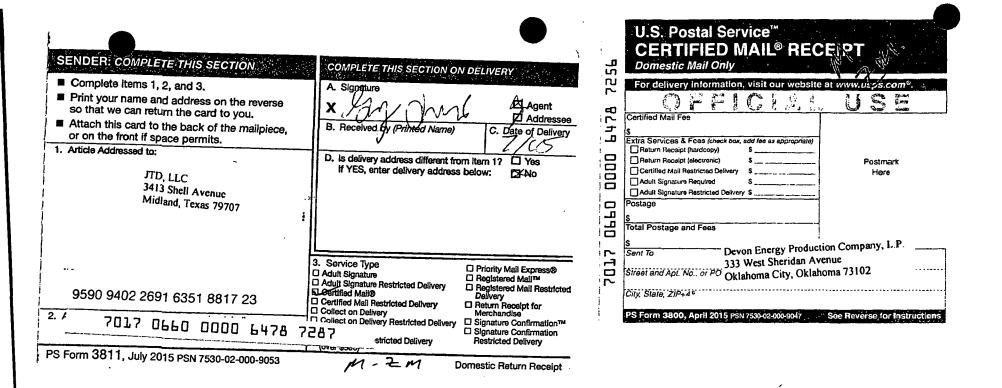
Mewbourne Oil Company Suite 1020 500 West Texas Midland, Texas 79701

Attention: Corey Mitchell



Domestic Mail Only	AIL® RECI	1 2
1 2 6 5 6	visit our website at	www.usps.com [®] .
Certified Mail Fee S Extra Services & Fees (check box, e) Return Receipt (herdcopy) Return Receipt (electronic) Certified Mail Restricted Delivery Adult Signature Required Adult Signature Restricted Delivery Fostage S Total Postage and Fees	\$	Postmark Here
Sent To R 60 Sireet and Apt. No., or PO Box M	SC Resources, LP 824 Island Circle lidland, Texas 7970	

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: Kaiser-Francis Oil Company P.O. Box 21468 Tulsa, Oklahoma 74121	COMPLETE THIS SECTION ON DELIVERY A. Signature X. A. Signature X. A. Signature C. Date of Delivery D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No
¹⁻	3. Sérvice Type
JOHN LINE	Priority Mail Express® Priority Mail Express® Registered Mail Restricted Delivery Registered Mail Restricted Delivery Registered Mail Restricted Delivery Refuter Receipt for Merchandise Signature Confirmation Signature Confirmation Restricted Delivery Restricted Del
	Domestic Return Receipt



, 28 , 28	U.S. Postal Service™ CERTIFIED MAIL® REC Domestic Mail Only	
נק :	For delivery information, visit our website	at www.usps.com®
P 4 4 9	Certified Mail Fee \$ [Extra Services & Fees (check box, add fee as appropriate)]	100 1000 2000
0000	Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$ Adult Signature Required \$ Adult Signature Restricted Delivery \$	Postmark Here
0460	Postage S Total Postage and Fees \$	
7017	Street and Apt. No., or PC Bo. Midland, Texas 79	
	City, State, ZIP+4*	See Reverse for Instructions

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON	DELIVERY
 Complete Items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature X. Currol (a) B. Received by (Printed Name)	Agent Addressee C. Date of Delivery
Devon Energy Production Company, L.P. 333 West Sheridan Avenue Oklahoma City, Oklahoma 73102	D. Is delivery address different from If YES, enter delivery address I	
9590 9402 2691 6351 8816 93 2. Articl 7017 0660 0000 6478	3. Service Type Adult Signature Apult Signature Restricted Delivery Graffiled Mall® Certified Mall Restricted Delivery Collect on Delivery Restricted Delivery 7256 led Delivery	□ Priority Mail Express® □ Registered Mail™ □ Registered Mail Restricte Delivery □ Return Receipt for Merchandise □ Signature Confirmation™ □ Signature Confirmation Restricted Delivery

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. Article Addressed to: Gahr Energy Company P.O. Box 1889 Midland, Texas 79702	A. Signature A. Signature B. Received by (Printed Name) D. Is delivery address different from If YES, enter delivery address in	C. Date of Delivery
9590 9402 2691 6351 8817 47 2. Article Number (Transfer from service label) 7017 0550 0000 5475 947	3. Service Type Adult Signature Adult Signature Restricted Delivery Certified Mail® Cartified Mail Restricted Delivery Collect on Delivery Collect on Delivery all Restricted Delivery (uver \$500)	Restricted Delivery
PS Form 3811, July 2015 PSN 7530-02-000-9053	M-ZM	Domestic Return Receip

498	Domestic Mail Only	E/RT
14 14	For delivery information, visit our website a	at www.usps.com®.
0660 0000 647	\$ Extra Services & Fees (check box, edd fee as appropriate) Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$ Adult Signature Required \$ Adult Signature Restricted Delivery \$ Postage \$ Total Postage and Fees	Postmark Here
7017	Sent To Suite 110 Sireet and Apt. No., or PO Houston, Texas 77046	

H21	U.S. Postal Service™ CERTIFIED MAIL® REC	CEIPT
7	For delivery information, visit our website	9 9t Wally your come
9249	Certified Mail Fee	
	\$ Extra Services & Fees (check box, add fee as appropriate)	
0000	Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$	Postmark Here
	Adult Signature Required S Adult Signature Restricted Delivery \$	пете
0990	Postage § Total Postage and Fees	
	s	
7	Can cherry compa	ny
7017	Street and Apt. No., or PO F P.O. Box 1889 Midland, Texas 7970)2
	City, State, ZIP+4°	***************************************
į	PS Form 3800, April 2015 PSN 7530-02-000-8047	See Reverse for Instructions.

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: 	A. Signature X
OXY USA WTP L.P. Suite 110 5 Greenway Plaza Houston, Texas 77046	
9590 9402 2691 6351 8821 95 2. / **** ** ** ** ** ** ** ** ** ** ** **	3. Service Type Adult Signature Adult Signature Restricted Delivery Certified Mail Restricted Delivery Collect on Delivery Collect on Delivery Restricted Delivery Collect on Delivery Restricted Delivery Signature Confirmation
7017 0560 0000 6476 PS Form 3811, July 2015 PSN 7530-02-000-9053	9498 stricted Delivery Restricted Delivery Domestic Return Recei

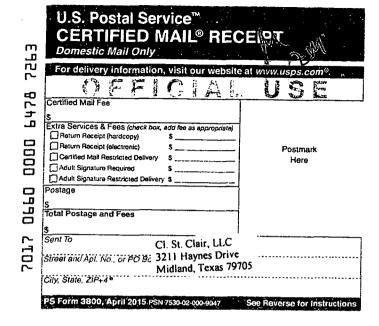
COMPLETE THIS SECTION ON DELIVERY SENDER: COMPLETE THIS SECTION A. Signature ■ Complete items 1, 2, and 3. ■ Print your name and address on the reverse Addressee so that we can return the card to you. ■ Attach this card to the back of the mailplece, or on the front if space permits. 1. Article Addressed to: If YES, enter delivery address below: No Black Shale Minerals, LLC P.O. Box 2243 Longview, Texas 75606 3. Service Type ☐ Priority Mail Express® ☐ Adult Signature
☐ Adult Signature Restricted Delivery
☐ Certified Mail® ☐ Registered Mail™ Registered Mail Restricted
 Delivery 9590 9402 2691 6351 8816 79 ☐ Return Receipt for Merchandise ☐ Certified Mall Restricted Delivery Collect on Delivery ☐ Signature Confirmation™ 2. Article Number (Transfer from service lehell ☐ Signature Confirmation Restricted Delivery 7017 0660 0000 6478 7232 **lestricted Delivery** "T""TOVEY \$500)" PS Form 3811, July 2015 PSN 7530-02-000-9053 M-2M Domestic Return Receipt

E E	U.S. Postal Service [™] CERTIFIED MAIL [®] RECI Domestic Mail Only	W W
7	For delivery information, visit our website a	
0000 6478	Certified Mail Fee S Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) Return Receipt (etactronic) Certified Mail Restricted Dollvery Adult Signature Required	Postmark Here
7017 0660 (Adult Signature Restricted Delivery \$	C See Reverse for Instructions

'n m TU

28 مـ

0000



7225	Domestic Mail Only For delivery information, visit our website at	www.us.is.com®
~	the train of the second	1 12 120
40	Certified Mail Fee	
647B	Certified Mail Fee	
	Extra Services & Fees (check box, add fee as appropriate)	
0000	Return Receipt (hardcopy) S Return Receipt (electronic) S Certifled Mail Restricted Delivery S Adult Signature Required S Adult Signature Restricted Delivery S	Postmark Here
	Postage	
0990	\$ Total Postage and Fees	
7017	Sent To Horned Frog Oil & Gas, LP P.O. Box 101265 Street and Api. No., or Fort Worth. Texas 76185 City, State, 219-43	

U.S. Postal Service™	
CERTIFIED MAIL® REC	
For delivery information, visit our website a	at www.usps.com [®] .
Services & Fees (check box, add fee as appropriate)	Postmark Here
Sent To P.O. Box 707000	
PS Form 3800, April 2015	e Reverse for Instructions

1467	U.S. Postal Service™ CERTIFIED MAIL® RECESFT Domestic Mail Only	
. 1	For delivery information, visit our website	at www.usps.com [®] .
م۔ :		
249	Certified Mail Fee	
į "	LATIN CENTICES AT COSTENSEN BOX, 800 TOTAL APPROPRIATOR	
	Return Receipt (hardcopy) \$	Seatoned:
0000	Return Receipt (electronic) \$	Postmark Here
	Adult Signature Required S	Tible
	Adult Signature Restricted Delivery \$	
0990	Postage	
	s	
	Total Postage and Fees	
Sent To HHC Consulting & Investments, LLC		vestments, LLC
7017	2800 North Garfield Sireal and Apt. No., or PO Midland, Texas 79705	
;	City, State, 2iP+4*	See Reverse for Instructions

JAMES BRUCE ATTORNEY AT LAW

POST OFFICE BOX 1056 SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213 SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone) (505) 660-6612 (Cell) (505) 982-2151 (Fax)

jamesbruc@aol.com

July 13, 2017

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

To: Persons on Exhibit A

Ladies and gentlemen:

Enclosed is a copy of an application for a non-standard spacing and proration unit, etc., filed with the New Mexico Oil Conservation Division by Matador Production Company, regarding a Bone Spring well in the N½N½ of Section 18, Township 24 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

This matter is scheduled for hearing at 8:15 a.m. on Thursday, August 3, 2017, in Porter Hall at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico 87505. The Division requires applicant to notify offset operators or working interest owners of the non-standard unit portion of the application, and you offset the well unit. You are not required to attend this hearing, but you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from contesting the matter at a later date.

A party appearing in a Division case is required by Division Rules to file a Pre-Hearing Statement no later than Wednesday, November 27, 2017. This statement must be filed with the Division's Santa Fe office at the above address, and should include: The names of the party and its attorney; a concise statement of the case; the names of the witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that need to be resolved prior to the hearing. The Pre-Hearing Statement must also be provided to the undersigned.

Very truly yours.

Attorney for Matador Production Company

EXHIBIT A

OXY USA Inc. Suite 110 5 Greenway Plaza Houston, Texas 77046

W/K Land Company 911 Kimbark Street Longmont, Colorado 80501

John Woodward Address unknown

Patterson-UTI Energy, Inc. Suite 800 10713 West Sam Houston Parkway North Houston, Texas 77064

Glenna V. Anderson 7 Via Chapala San Clemente, California 92673

Roberta Regan address unknown

Floyd & Catherine Ensign address unknown

Apache Corporation Suite 3000 300 Veterans Airpark Lane Midland, Texas 79705

Lobos Energy Partners LLC Suite 950 3817 NW Expressway Oklahoma City, Oklahoma 73112

Carol Day 1618 Oakwood Drive Modesto, California 95350

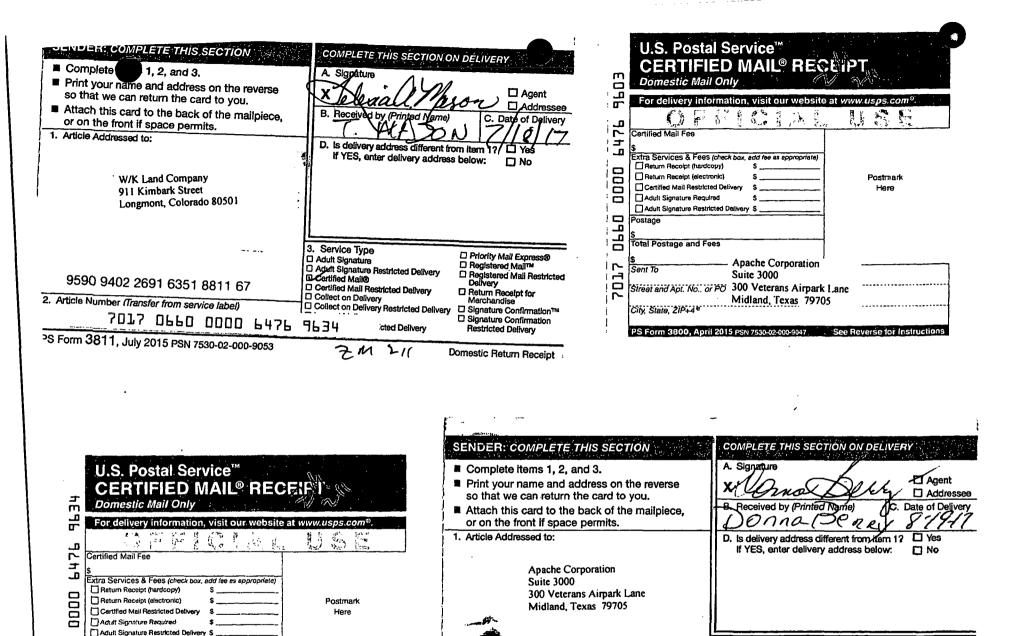
Grace M. Eads 4367 Dearpark Court Westlake Village, California 91361 William J. Finch P.O. Box 3000 Tulsa, Oklahoma 74102

Judy J. Flick 36 Bryan Court Alamo, California 94507

Barbara M. Hart 2730 Miradero Drive Santa Barbara, California 93105

Fred Newcomb 58 West Pine Street Altadena, California 91001

Bonnie Pulliam 1712 Frank Marion Durham, California 95938



9590 9402 2691 6351 8811 36

PS Form 3811, July 2015 PSN 7530-02-000-9053

7017 0660 0000 6476 9603

2. Article Number (Transfer from service label)

3. Service Type

Adult Stanature

Certified Malk®

□ Collect on Delivery

ZM

☐ Adult Signature Restricted Delivery

☐ Collect on Delivery Restricted Delivery

d Delivery

211

☐ Certified Mail Restricted Delivery

☐ Priority Mail Express®

☐ Registered Mail™
☐ Registered Mail Restricted
Delivery

Return Receipt for Merchandise

☐ Signature Confirmation™

☐ Signature Confirmation

Domestic Return Receipt

Restricted Delivery

_0

0

~

Postage

Sent To

Total Postage and Fees

W/K Land Company

Longmont, Colorado 80501

Street and Apt. No., or PO Box 1 911 Kimbark Street

PS Form 3800, April 2015 PSN 7530-02-000-9047

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailplece, or on the front if space permits. Article Addressed to: OXY USA Inc. Suite 110 5 Greenway Plaza Houston, Texas 77046	A. Signature Agent	U.S. Postal Service CERTIFIED MAIL® RECEIPT Domestic Mail Only For delivery information, visit our website at www.usps.com®. Certified Mail Fee S Extra Services & Fees (check box, add fee as appropriate) Return Receipt (nardcopy) Return Receipt (electronic) Certified Mail Restricted Delivery \$ Adult Signature Required Adult Signature Restricted Delivery \$ Postage Total Postage and Fees
9590 9402 2691 6351 8811 74 2. Article Number (Transfer from service label) 7017 0660 0000 6476 PS Form 3811, July 2015 PSN 7530-02-000-9053	3. Service Type □ Adult Signature □ Adult Signature Restricted Delivery □ Certified Mail® □ Certified Mail® □ Certified Mail® Restricted Delivery □ Collect on Delivery □ Collect on Delivery □ Collect on Delivery Restricted Delivery □ Collect on Delivery Restricted Delivery □ Signature Confirmation □ Signature Confirmation □ Restricted Delivery □ Domestic Return Receipt	Sent To Glenna V. Anderson 7 Via Chapala Sireel and Apt. No., or p. City, State, 2ip.4 e PS Form.3800, April 2015 PSN 7530-02-000-9047 See Reverse for Instructions

		THE WAS
9426	The second website	at www.usps.com®.
0660 0000	Return Receipt (Rardcopy) \$ Return Receipt (Rardcopy) \$ Return Receipt (Rardcopy) \$ Certified Mail Restricted Delivery \$ Adult Signature Required \$ Adult Signature Restricted Delivery \$ Postage \$ Total Postage and Fees \$	Postmark Here
	Suite 110 Sireet and Apt. No., or POBO 5 Greenway Plaza City, State, 219-44 Houston, Texas 7704	6
į	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this sto the back of the mailpiece, or on the freal if space permits. 1. Article Address 1 to: Gleana V. Anderson 7 Via Chapala San Clemente, California 92673	B. Received by (Printed Name) C. Date of Delivery D. Is delivery address different from item 1? Yes If YES, enter delivery address below:
9590 9402 2691 6351 8811 43 2. Article Number (Transfer form and Intelligence of Intelligence	3. Service Type Adult Signature Adult Signature Restricted Delivery Certified Mail® Restricted Delivery Collect on Delivery Collect on Delivery Collect on Delivery Restricted Delivery Collect on Delivery Confirmation Signature Confirmation Signature Confirmation Restricted Delivery Cover \$500)
PS Form 3811, July 2015 PSN 7530-02-000-9053	2M 211 Domestic Return Receipt

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
Complete items 1, 2, and 3.	A. Signature
Print your name and address on the reverse so that we can return the card to you.	X Alffu Agent
Attach this card to the back of the mailpiece, or on the front if space permits.	B. Received by (Printed Name) C. Date of Delivery
Article Addressed to:	D. Is delivery address different from item 1? ☐ Yes If YES, enter delivery address below: ☐ No
Bonnie Pulliam 1712 Frank Marion Durham, California 95938	
J1	3. Service Type ☐ Adult Signature ☐ Adult Signature Restricted Delivery ☐ Registered Mail™ ☐ Registered Mail Restricted
9550 9402 2691 6351 8810 51	BrCentified Mail® ☐ Certified Mail Restricted Delivery ☐ Certified Note Restricted Delivery ☐ Return Receipt for Metricandise
2. Artic' 7017 0660 0000 6476	□ Collect on Delivery Restricted Delivery Signature Confirmation Signature Confirmation Restricted Delivery
PS Form 3811, July 2015 PSN 7530-02-000-9053	ラ州 ン// Domestic Return Receipt

Domestic Return Receipt

559	CERTIFIED MAIL® REC	
ח	For delivery information, visit our website	
9000 09°	Certified Mail Fee \$ Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy)	Posimark Here
-7	\$ Judy J. Flick 36 Bryan Court Street and Apt. No.: or POB Alamo, California 94	1507

Domestic Mail Only	
For delivery information, visit our website	nt www.usps.com*
Certified Mail Fee	
Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) \$	
Return Receipt (electronic) \$	Postmark
Certified Mail Restricted Delivery \$	Here
Adult Signature Required \$	
Adult Signature Restricted Delivery S	
Postage	
\$	
Total Postage and Fees	
s	
Sent To Bonnie Pulliam	
Street and Apt. No., of Durham, California 95938	
Street and Apt. No., of Durange California	

SENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: Judy J. Flick 36 Bryan Court Alamo, California 94507	A. Signature X B. Received by (Printed Name) C. Date of Delivery D. Is delivery address different from item 17 If YES, enter delivery address below:
9590 9402 2691 6351 8810 82 2. Article Number (Transfer from service label)	3. Service Type ☐ Priority Mail Express® ☐ Registered Mail™ ☐ Registered Mail™ ☐ Registered Mail® ☐ Certified Mail® ☐ Certified Mail® ☐ Certified Mail Restricted Delivery ☐ Collect on Delivery ☐ Collect on Delivery ☐ Signature Confirmation™ ☐ Signature Confirmation
7017 0660 0000 6476 9	
PS Form 3811, July 2015 PSN 7530-02-000-9053	Dollastic Heldin Hoospe

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON	DELIVERY
■ Complete items 1, 2, and 3. ■ Print your-name and address on the reverse so that we can return the card to you. ■ Attach this card to the back of the mailpiece, or on the front if space permits. 1. Article Addressed to: Patterson-UTI Energy, Inc. Suite 800 10713 West Sam Houston Parkway North Houston, Texas 77064	A. Signature X	
9590 9402 2691 6351 8811 50 2. 7017 0660 0000 6476 96	3. Service Type Adult Signature Adult Signature Restricted Delivery Certified Mail® Certified Mail Restricted Delivery Collect on Delivery Collect on Delivery Restricted Delivery Sestricted Delivery	☐ Priority Mail Express®☐ Registered Mail™☐ Registered Mail Restrict Delivery☐ Return Receipt for Merchandise☐ Signature Confirmation Restricted Delivery☐
PS Form 3811, July 2015 PSN 7530-02-000-9053	ZM 211 0	Oomestic Return Receipt



James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504



\$6.809 US POSTAGE FIRST-CLASS

071V00607931 87501 000098201



7017 0660 0000 6476 9597

NAME

1st No:

2nd N

Return

_. 9326010086689172

Lobos Energy Partners LLC Suite 950

NIXIE

731 7E 1

0007/20/17

RETURN TO SENDER NOT DELIVERABLE AS ADDRESSED UNABLE TO FORWARD

UTF

ac: 57504103656 *0768-03015-15-41

73875043ER5E

9597	U.S. Postal Service™ CERTIFIED MAIL® REC Domestic Mail Only	EIPT
12	For delivery information, visit our website	at www.usps.com®.
i	OFFICIAL	
9249	Certified Mail Fee \$	
0000 0990	Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certifled Mail Restricted Delivery \$ Adult Signature Required \$ Adult Signature Restricted Oelivery \$ Postage	Postmark Here
17	Sont To Sireet and Apt. No or 1 Oklahoma City, Oklahom State, 21P+4b	
	PS Form 3800, April 2015 PSN 7530-02-000-9047	Sec Reverse for Instructions

James Bruce P.O. Box 1056 Santa Fe, New Mexico 87504



\$6.80<u>°</u> US POSTAGE FIRST-CLASS

071V00607931 87501 000098199



7017 0660 0000 6476 9566

William J. Finch P.O. Box 3000

Tulsa, Oklahoma 74102

9997/29/17 731 75 1

RETURN TO SENDER NOT DELIVERABLE AS ADDRESSED UNABLE TO FORWARD BIXIE

566	U.S. Postal Service™ CERTIFIED MAIL® REC Domestic Mail Only	EIPT
16	For delivery information, visit our website	at www.usps.com®.
م ا	OFFICIAL.	F Program
12	Certified Mail Fee	
13	\$ Extra Services & Fees (check box, add fee as appropriate)	
	Return Receipt (hardcopy) S	
	Rewrn Receipt (electronic) \$	Postmark
	Certified Mail Restricted Delivery \$	Here
_	Adult Signature Restricted Delivery \$	
0660	Postage	
13	\$	
ļ 🗖	Total Postage and Fees	
[~	\$ William J. Finch	
7	P.O. Box 3000	,
7.07	Street and Apt. No., or Tulsa, Oklahoma 74102	
	City, State, ZIP+4 ^b	
:	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

335	U.S. Postal Service™ CERTIFIED MAIL® REC Domestic Mail Only	West Bridge
95	For delivery information, visit our website	at www.usps.com®.
_	LOFFICIAL	
1 0000 6476	Certified Mail Fee S Extra Services & Fees (check box, edd fee as appropriate) Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$ Adult Signature Recutred \$ Adult Signature Restricted Delivery \$ Postage	Postmark Here
- - 0	Total Postage and Fees	
70,	Sent To Fred Newcomb 58 West Pine Street Street and Apt. No., of P Altadena, California 9100)1
Į	City, State, ZiP+4* PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions:

1580	U.S. Postal Service™ CERTIFIED MAIL® REC Domestic Mail Only	. W.	
	For delivery information, visit our website		
P47b	Certified Mail Fee		
	\$ Extra Services & Fees (check box, add fee as appropriate)		
0000	Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$ Adult Signature Required \$ Adult Signature Restricted Delivery \$	Postmark Here	
0990	Postage \$ Total Postage and Fees		
707	Carol Day Street and Apt. No., or PO Box N. 1618 Oakwood Drive Modesto, California 95350		
	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions	

73	U.S. Postal Service™ CERTIFIED MAIL® REC Domestic Mail Only	EIPI		
95	For delivery information, visit our website	at www.usps.com®.		
_				
<u>~</u>	Certified Mail Fee			
9249 0000 0490	\$ Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) \$ Return Receipt (electronic) \$ Certified Mail Restricted Delivery \$ Adult Signature Required \$ Adult Signature Restricted Delivery \$	Postmark Here		
1	Total Postage and Fees Grace M. Eads			
5	Sent To 4367 Dearpark Court			
7017	Westlake Village, California 91361			
	City, State, ZIP+4*			
	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions		

545	U.S. Postal Service [™] CERTIFIED MAIL [®] REC Domestic Mail Only	EPICA
· F	For delivery information, visit our website	at www.usps.com®.
	OFFICIAL.	
6476	Certified Mail Fee	
0000	Extra Services & Fees (check box, add fee as appropriate) Return Receipt (hardcopy) \$	
	Return Receipt (electronic) \$	Postmark
	Cartified Mail Restricted Delivery S	Here
	Adult Signature Required \$	
	Postage	
_0	a la	
0990	Total Postage and Fees	
~	S Barbara M. Hart	
. 🗖	Sent To Barbara IVI. Halt 2730 Miradero Drive	1
7017	Street and Apt. No., or Santa Barbara, California	93105
:	Cily, State, ZIP+4*	
.	PS Form 3800, April 2015 PSN 7530-02-000-9047	See Reverse for Instructions

State of New Mexico, County of Eddy, ss.

Danny Fletcher, being first duly sworn, on oath says:

That he is the Publisher of the Carlsbad Current-Argus, newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

July 20

That the cost of publication is \$87.49 and that payment thereof has been made and will be assessed as court *g*osts.

Subscribed and sworn to before me this $\angle 2$

My commission Expires 2

egal Notices 152

July 20 2017

NOTICE

To: OXY USA Inc., W/K Land Company, John Woodward, Patterson-UTI Energy, Inc., Glen-na V. Anderson, Rob-erta Regan, Floyd En-sign, Catherine Ensign, Catherine Ensign, Apache Corporation, Lobos Energy Partners LLC, Carol Day, Grace M. Eads, William J. Finch, Judy J. Flick, Barbara M. Hart, Fred Newcomb, Bonnie Pulliam, Bonnie Chisos, Ltd., Black Shale Minerals, LLC, Horned Frog Oil & Gas, LP, OXY USA WTP L.P., HHC Consulting & Investments, LLC, JTD, Tevahec, LLC Pulliam, Texabec, LLC,

and Cl. St. Clair, LLC, or your heirs, devisees, successors, or assigns: Matadox Production Company has filed applications with the New Mexico Oil Conservation Division seeking approval of two non-standard gas spacing and proration units in the Bone Spring formation Bone Spring formation for wells in (i) the N½N½ of Section 18, and (ii) the S½N½ of Section 18, both in Township 24 South, Range 29 East, N.M.P.M., Eddy County, New Mexico. The applications are scheduled to be heard at 8:15 a.m. on Thursscheduled to be nearu at 8:15 a.m. on Thurs-day, August 3, 2017 at the Division's offices at 1220 South St. Francis Drive, Santa Fe, New Mexico Fe, New Mexico 87505. As an offset interest owner to the subject well units, you have the right to enter an appearance and participate in the case. Fallure to appear will preclude you from contesting this matter at a later date. The atat a later date. The attorney for applicant is James Bruce, P.O. Box 1056, Santa Fe, New Mexico 87504. The well units are located approximately 2 miles south of Harroun, New Mexico.

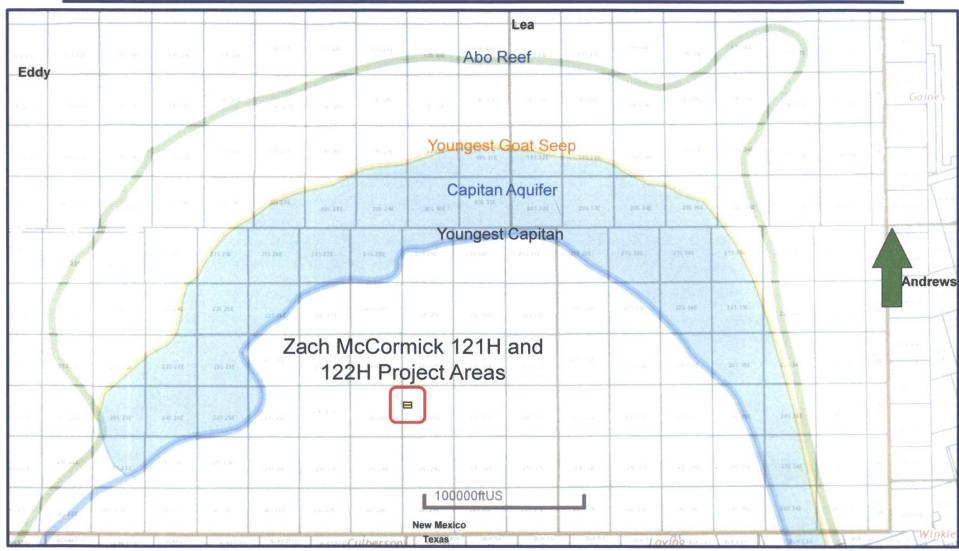
Notary Public



15770 + 1577 **EXHIBIT**



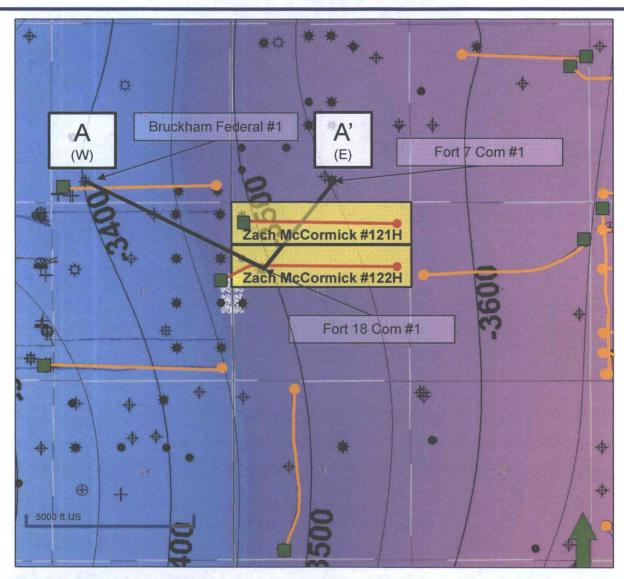
Pierce Crossing; Bone Spring (Pool Code 50371) Locator Map







Pierce Crossing; Bone Spring (Pool Code 50371) Structure Map (Top Bone Spring Subsea)

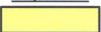


Map Legend

Zach McCormick #121H



Project Area



Bone Spring Producer

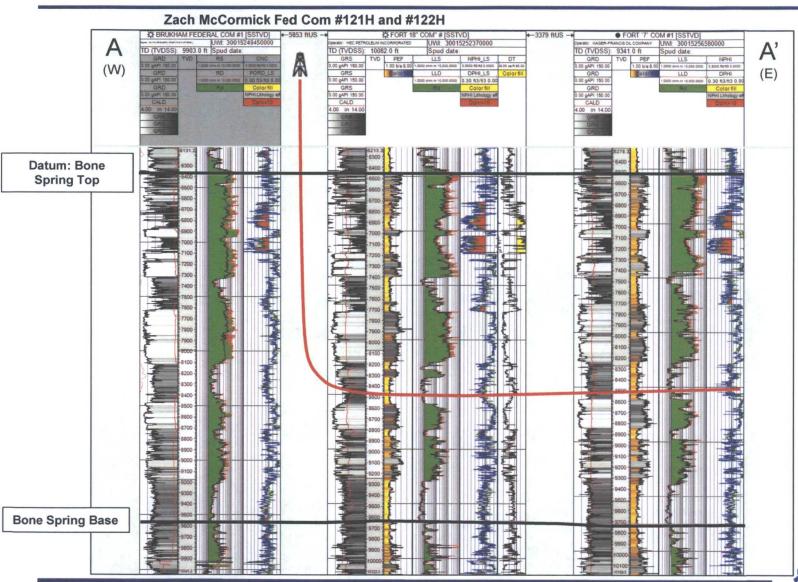


C. I. = 25'





Pierce Crossing; Bone Spring (Pool Code 50371) Stratigraphic Cross Section A - A'

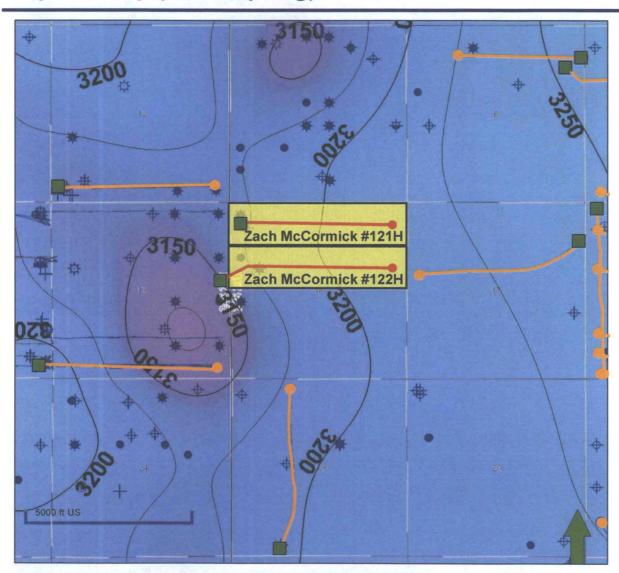








Pierce Crossing; Bone Spring (Pool Code 50371) Isopach Map (Bone Spring)



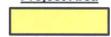
Map Legend

Zach McCormick #121H

BHL

Project Area

SHL



Bone Spring Producer

BHL

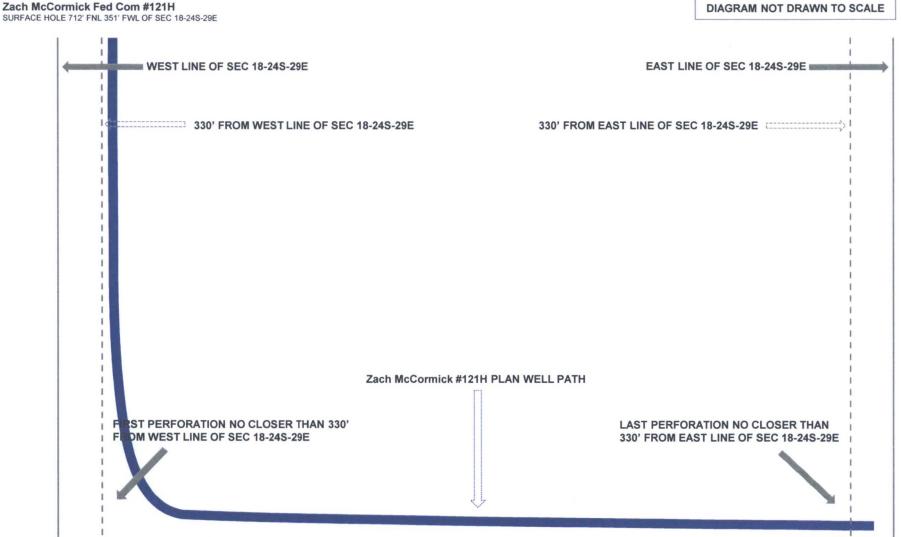


C. I. = 25'





Pierce Crossing; Bone Spring (Pool Code 50371) Zach McCormick Fed Com #121H Completion







Pierce Crossing; Bone Spring (Pool Code 50371) Zach McCormick Fed Com #122H Completion

