Matador Production Company

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Dana R. Arnold
Operations and Regulatory Counsel

November 15, 2017

David Catanach Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Itemized Schedule of Estimated Costs

Case No<u>. 15786</u> Order No. R-14461

Dear Mr. Catanach:

Pursuant to Paragraph 9 of Order No. R-14461, Matador Production Company hereby submits the following itemized schedule of estimated costs for its Verna Rae Federal Com No. 134H Well:

Total	\$7,281,054	
Total Tangible		\$1,333,588
Total Intangible	\$5,947,466	
Production	\$180,770	\$720,348
Completion	\$3,298,104	\$30,600
Drilling	\$2,468,592	\$582,640
	Intangible	Tangible

Thank you, and please contact me with any questions.

Sincerely,

Dana R. Arnold

cc:florene.davidson@state.nm.us