MATADOR PETROLEUM CORPORATION

SUITE 150, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231-3751 (214) 987-3650 FAX: (214) 691-1415

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Mark Virant Division Land Manager Writer's Direct Line (214) 987-7156

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May 3, 2001

Ms. Lori Wrotenbery, Director Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Case No. 12572

Order No. R-11524

S/2 of Section 19, Township 20 South, Range 37 East

Lea County, New Mexico

Dear Ms. Wrotenbery:

Please be advised that all parties subject to the forced pooling provisions of the above captioned order have subsequently reached a voluntary agreement. Matador Petroleum Corporation plans to spud the New Mexico "H" State NCT – 4 Well No. 36 on or before May 15, 2001.

Your assistance in this matter has been appreciated and if you have any questions or need additional information, please do not hesitate to contact this office.

Sincerely,

Mark A. Virant