Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

NMOCD Rec'd: 10/16/2020

☐ Water Disposal

FORM APPROVED OMB NO. 1004-0137

Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an	5. Lease Serial No. NMNM138865
SUBMIT IN TRIPLICATE - Other instructions on page 2	7. If Unit or CA/Agreement, Name a

SUBMIT IN TRIPLICATE - Other instructions on page 2	7. If Unit or CA/Agreement, Name and/or No.
Type of Well ☐ Gas Well ☐ Other	8. Well Name and No. BOROS FEDERAL 23H
Name of Operator Contact: NICKY FITZGERALD MATADOR PRODUCTION COMPANYE-Mail: nicky.fitzgerald@matadorresources.com	9. API Well No. 30-015-46836-00-X1
3a. Address ONE LINCOLN CENTER 5400 LBJ FREEWAY SUITE DALLAS, TX 75240 3b. Phone No. (include area code) 972-371-5448	Field and Pool or Exploratory Area BIG SINKS
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	11. County or Parish, State
Sec 15 T26S R31E NWNE 400FNL 2294FEL 32.049038 N Lat, 103.764824 W Lon	EDDY COUNTY, NM
12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE	REPORT OR OTHER DATA

TYPE OF SUBMISSION TYPE OF ACTION ■ Water Shut-Off □ Acidize ☐ Production (Start/Resume) Deepen ■ Notice of Intent ■ Well Integrity ☐ Alter Casing Hydraulic Fracturing □ Reclamation ☐ Subsequent Report ☐ Casing Repair ■ New Construction ☐ Recomplete Other Change to Original A ☐ Final Abandonment Notice □ Change Plans □ Plug and Abandon ☐ Temporarily Abandon

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.

☐ Plug Back

BLM Bond No. NMB001079 Surety Bond No. RLB0015172

Please see the attached C102 to revise the SHL of Matador's Boros Federal 023H (30-015-46836) well from 400' FNL and 2294' FEL of Sec. 15 T26S R31E to 430' FNL and 2173' FEL of Sec. 15 T26S R31E. This proposed SHL move lies within the approved well pad location footprint covered in Environmental Assessment DOI-BLM-NM-P020-2020-0098-EA.

Also, Matador respectfully requests the option to amend the casing, cementing and mud program on the Boros Federal 023H (30-015-46836).

Please find supporting documentation attached and contact Blake Hermes at 972-371-5485 or 10 - 7-20 SC

□ Convert to Injection

ADDITIONAL ENGINEERING COA ACHEL TYABILEN.

 I hereby certify that the foregoing is true and correct Electronic Submission #526482 verified by the BLM Well Information System For MATADOR PRODUCTION COMPANY, sent to the Carlsbad Committed to AFMSS for processing by JUANA MEDRANO on 08/20/2020 (20JM0099SE)

Name (Printed/Typed) NICKY FITZGERALD REGULATORY ANALYST

(Electronic Submission) Signature Date 08/20/2020 THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Office

District I
1625 N French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

1220 S St Francis Dr , Santa Fe, NM 87505

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

State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe. NM 87505

FORM C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

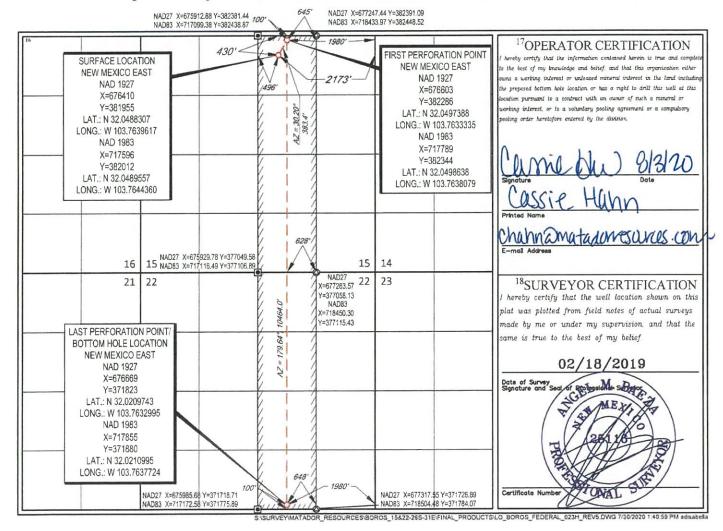
_ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-015	¹ API Number 5-46836		96	² Pool Code 411		BIG SINKS;I	DELAWARE		ST
Property 0	Code				⁵ Property Na			1	ell Number
					BOROS FE	DERAL			023H
OGRID	No.		M	1	Elevation 3223'				
		¹⁰ Surface Location							
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
В	15	26-S	31-E	-	430'	NORTH	2173'	EAST	EDDY
			¹¹ B	ottom Hole	e Location If Di	fferent From Surf	ace		
			7			22 2 10 2 11	77 . 6 . 6	Y . W	C

North/South line Feet from the East/West line County Section Township Lot Idn Feet from the UL or lot no. Range 100' SOUTH 1980' EAST **EDDY** 22 26-S 31-E 0 ²Dedicated Acres Consolidation Code Order No. 320

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.



Additional data for EC transaction #526482 that would not fit on the form

32. Additional remarks, continued

 $BHermes@matadorresources.com\ for\ any\ questions.$

Revisions to Operator-Submitted EC Data for Sundry Notice #526482

Operator Submitted

BLM Revised (AFMSS)

Sundry Type:

APDCH

NOI

APDCH NOI

Lease:

NMNM138865

NMNM138865

Agreement:

Operator:

MATADOR PRODUCTION COMPANY

5400 LBJ FREEWAY, SUITE 1500 DALLAS, TX 75240 Ph: 972-371-5448

MATADOR PRODUCTION COMPANY ONE LINCOLN CENTER 5400 LBJ FREEWAY SUITE 1500 DALLAS, TX 75240 Ph: 972.371.5200

Admin Contact:

NICKY FITZGERALD

REGULATORY ANALYST

E-Mail: nicky.fitzgerald@matadorresources.com

Ph: 972-371-5448

NICKY FITZGERALD

REGULATORY ANALYST

E-Mail: nicky.fitzgerald@matadorresources.com

Ph: 972-371-5448

Tech Contact:

NICKY FITZGERALD REGULATORY ANALYST E-Mail: nicky.fitzgerald@matadorresources.com

Ph: 972-371-5448

NICKY FITZGERALD REGULATORY ANALYST E-Mail: nicky.fitzgerald@matadorresources.com

Ph: 972-371-5448

Location:

State: County: NM

EDDY

Field/Pool:

BIG SINKS DELAWARE, SE

NM EDDY

BIG SINKS

Well/Facility:

BOROS FEDERAL 023H

Sec 15 T26S R31E 400FNL 2294FEL

BOROS FEDERAL 23H

Sec 15 T26S R31E NWNE 400FNL 2294FEL

32.049038 N Lat, 103.764824 W Lon

Boros Federal 023H SUNDRY

13 3/8	surface	csg in a	17 1/2	inch hole.		Design	Factors			Surface	9	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weigh
"A"	54.50	J	55	BTC	11.34	1.79	0.79	1,381	5	1.43	3.45	75,265
w/8.4#/	g mud, 30min St	fc Csg Test psig	1,308	Tail Cmt	does not	circ to sfc.	Totals:	1,381				75,265
Comparison o	of Proposed to	Minimum R	equired Ceme	nt Volumes								
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dis
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cp
17 1/2	0.6946	950	1549	959	61	8.80	1903	2M				1.56
Class 'C' tail cm	nt yield above	1.35.										
Burst Frac Grad	dient(s) for Seg	gment(s) A, B	=, b All > 0.	70, OK.	State of an important	dady Sar C	a per 20 ta	LC 45 HA	turn!			
		oids the	122/0			- Dagian I	Footore			Int 1		
7 5/8	casing in		13 3/8	Counting	Dody	Design I		146-	DO-		- 0	Weigh
Segment	#/ft	Grade	440	Coupling BTC	Body	Collapse	Burst 2.49	Length	B@s	a-B	a-C 2.81	
"A"	29.70		110	BIC	4.46	1.55		7,091	3	4.54	2.01	
w/8.4#/	g mud, 30min Sf				4000	th forms and	Totals:	7,091		PERMANDEN		210,60
				achieve a top of	4200	ft from su		-2819				overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dis
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cp 0.69
9 7/8	0.2148	360	839	621	35	9.40	2086	3M				0.09
Class 'C' tail cm	t yld > 1.35											
Tail cmt												N 1000 N 1000 N
5 1/2	casing in	side the	7 5/8	_	200 2 200 2 200	Design Fac	ctors	A AND A AND A A		Prod 1		2 Aug 2 Aug 2
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weigh
"A"	20.00	Р	110	TLW	3.15	2.98	3.78	18,062	4	6.88	6.24	361,24
w/8.4#/	g mud, 30min Sf	c Csg Test psig:	1,710				Totals:	18,062				361,24
	The cemen	t volume(s)	are intended to	achieve a top of	7574	ft from su	rface or a	-483				overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Reg'd				Min Dis
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cp
6 3/4	0.0835	740	999	876	14	9.40						0.44
Class 'C' tail cm	t yld > 1.35	THE STREET, AS STATE				Name and Parties of the Parties of t			- Secretaria			
	and the second			Excess Cement ma	y be needed	ı.						

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:
LEASE NO.:
NMNM138865
WELL NAME & NO.:
BOROS FEDERAL 023H
430'/N & 2173'/E
100'/S & 1980'/E
LOCATION:
COUNTY: Eddy County, New Mexico

COA

H2S	C Yes	• No	
Potash	None	Secretary	○ R-111-P
Cave/Karst Potential	○ Low	Medium	○ High
Cave/Karst Potential	Critical		
Variance	None	Flex Hose	Other
Wellhead	Conventional	Multibowl	○ Both
Other	□ 4 String Area	□Capitan Reef	□WIPP
Other	□Fluid Filled	Cement Squeeze	☐ Pilot Hole
Special Requirements	☐ Water Disposal	□ COM	□ Unit

ALL PREVIOUS COAs still apply.

A. CASING

- 1. The 13-3/8 inch surface casing shall be set at apphroximately 1381 feet (a minimum of 70 feet (Eddy County) into the Rustler Anhydrite and above the salt) and cemented to the surface.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
 - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8** hours or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
 - d. If cement falls back, remedial cementing will be done prior to drilling out that

string.

- 2. The 7-5/8 Intermediate Casing shall be set at 7091 feet. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:
 - Drill plan does not propose cement to surface; In medium Karst Areas, First two strings must be cemented to surface.

Option 1 (Single Stage):

Cement to surface. If cement does not circulate see B.1.a, c-d above.
 Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.

Option 2:

Operator has proposed a DV tool, the depth may be adjusted as long as the cement is changed proportionally. The DV tool may be cancelled if cement circulates to surface on the first stage.

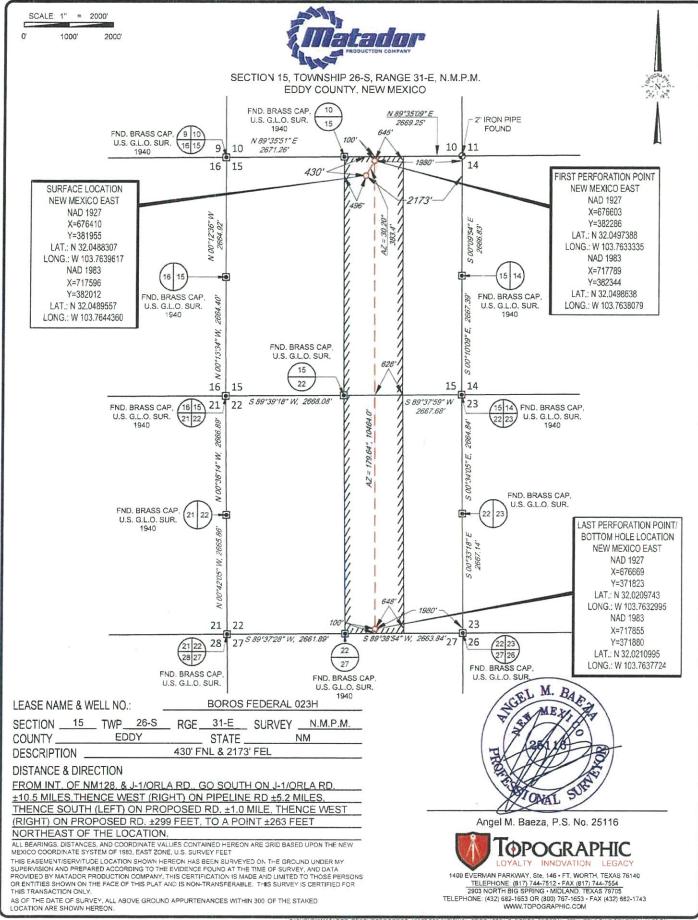
- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
 - Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry due to cave/karst or potash.
- c. Operator will perform bradenhead squeeze. Cement to surface. If cement does not circulate see B.1.a, c-d above.
- d. Operator has proposed to pump down 13-3/8" X 7-5/8" annulus.
 - Operator must run a CBL from TD of the 7-5/8" casing to surface. Submit results to BLM.
- ❖ In Medium Cave/Karst Areas if cement does not circulate to surface on the first two casing strings, the cement on the 3rd casing string must come to surface.

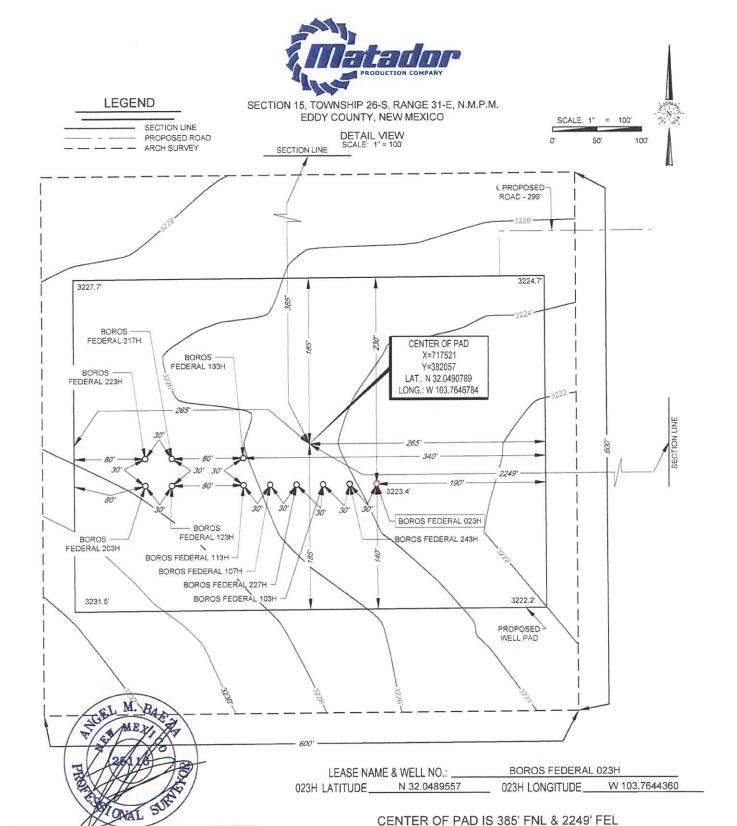
3. The minimum required fill of cement behind the 5-1/2 inch production casing is:

Option 1 (Single Stage):

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.
- Excess Cement calculates to less than 25%; More cement may be needed.

RI09202020





Angel M. Baeza, P.S. No. 25116

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET. ELEVATIONS USED ARE NAVD88, OBTAINED THROUGH AN OPUS SOLUTION

THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY. AND DATA PROVIDED BY MATADOR PRODUCTION COMPANY. ONLY THE DATA SHOWN ABOVE IS BEING CERTIFIED TO, ALL OTHER INFORMATION WAS INTENTIONALLY OMITTED, THIS PLAT IS ONLY INTENDED TO BE USED FOR A PERMIT AND IS NOT A BOUNDARY SURVEY. THIS CERTIFICATION IS VADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.



1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140

TELEPHONE: (817) 744-7512 • FAX (817) 744-7554

2903 NORTH BIG SPRING • MIDLAND, TEXAS 76705

TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 582-1743

WWW.TOPOGRAPHIC.COM



Boros Federal #023H

SHL: 430' FNL & 2173' FEL Section 15 BHL: 100' FSL & 1980' FEL Section 22

Township/Range: 26S 31E

Elevation Above Sea Level: 3223

Drilling Operation Plan

Proposed Drilling Depth: 18062' MD / 7774' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation Quaternary Deposits

KOP Lat/Long (NAD83): 32.0498638 N / -103.7638079 W TD Lat/Long (NAD83): 32.0210995 N / -103.7637724 W

1. Estimated Tops

Formation	MD (ft)	TVD (ft)	Thickness (ft)	Lithology	Resource
Rustler	1,356	1,356	132	Anhydrite	Barren
Salado (Top of Salt)	1,488	1,488	2,609	Salt	Barren
Lamar (Base of Salt)	4,097	4,097	29	Salt	Barren
Bell Canyon	4,126	4,126	1,053	Sandstone	Oil/Natural Gas
Cherry Canyon	5,179	5,179	1,206	Sandstone	Oil/Natural Gas
Brushy Canyon	6,385	6,385	806	Sandstone	Oil/Natural Gas
KOP	7,191	7,191	573	Sandstone	Oil/Natural Gas
Brushy Canyon	8,091	7,764	10	Sandstone	Oil/Natural Gas
TD	18,062	7,774		Sandstone	Oil/Natural Gas

2. Notable Zones

Brushy Canyon is the goal. All perforations will be within the setback requirements as prescribed or permitted by the New Mexico Oil Conservation Division. OSE estimated ground water depth at this location is 230'

3. Pressure Control

Equipment

A 12,000' 5,000-psi BOP stack consisting of 3 rams with 2 pipe rams, 1 blind ram, and one annular preventer will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams.

An accumulator complying with Onshore Order #2 requirements for the pressure rating of the BOP stack will be present. A rotating head will also be installed as needed.

Testing Procedure

BOP will be inspected and operated as required in Onshore Order #2. Kelly cock and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position.

A third party company will test the BOPs.

After setting surface casing, a minimum 5M BOPE system will be installed. Test pressures will be 250 psi low and 5,000 psi high with the annular preventer being tested to 250 psi low and 2500 psi high before drilling below surface shoe. In the event that the rig drills multiple wells on the pad and any seal subject to test pressures are broken, a full BOP test will be performed when the rig returns and the 5M BOPE system is re-installed.

Variance Request

Matador requests a variance to have the option of running a multi-bowl wellhead assembly for setting the Intermediate 1, and Production Strings. The BOPs will not be tested again unless any flanges are separated.

Matador requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. If the specific hose is not available, then one of equal or higher rating will be used.

Matador requests a variance to have the option of batch drilling this well with other wells on the same pad. In the event that this well is batch drilled, the wellbore will be secured with a blind flange of like pressure. When the rig returns to this well and BOPs are installed, the operator will perform a full BOP test.

4. Casing & Cement

All casing will be API and new. See attached casing assumption worksheet.

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Size (in)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1381	0 - 1381	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 7091	0 - 7091	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 18062	0 - 7774	5.5	20	P-110	Hunting TLW	1.125	1.125	1.8

- All casing strings will be tested in accordance with Onshore Order #2 III.B.1.h
- Rustler top will be validated via drilling parameters (i.e. reduction in ROP) and surface casing setting depth revised accordingly if needed
- All non-API joint connections will be of like or greater quality, and as run specification sheets will be on location for review
- Request the option to deepen the Intermediate 1 casing set depth to 70° in curve, no changes in pipe grade or weight is neccesary.

Variance Request

Matador request a variance to wave the centralizer requirement for the 7-5/8" casing and the 5-1/2" SF/Flush casing in the 6-3/4" hole.

If a DV tool is used, depth(s) will be adjusted based on hole conditions and cement volumes will be adjusted proportionally. DV tool will be set a minimum of 50 feet below previous casing and a minimum of 200 feet above the current shoe. Lab reports with the 500 psi compressive strength time for the cement will be onsite for review.

Matador request option to perform a bradenhead cement squeeze on Intermediate 1 string.

Matador request a variance to utilize a surface setting rig. If this is used, Matador request the option to drill either 17.5" or 20" surface hole.

String	Туре	Sacks	Yield	Cu. Ft.	Weight	Percent Excess	Top of Cement	Class	Blend
Surface	Lead	700	1.72	1198	12.5	50%	0	С	5% NaCl + LCM
Surface	Tail	250	1.38	347	14.8	50%			5% NaCl + LCM
Intermediate 1	Lead	150	3.66	548	10.3	35%	4200	A/C	Bentonite + 1% CaCL2 + 8% NaCI + LCM
Intermediate 1	Tail	210	1.38	290	13.2	35%	6091	A/C	5% NaCl + LCM
Production	Tail	740	1.35	999	13.2	10%	7191	A/C	Fluid Loss + Dispersant + Retarder

5. Mud Program

An electronic Pason mud monitoring system complying with Onshore Order 2 will be used. All necessary mud products (barite, bentonite, LCM) for weight addition and fluid loss control will be on location at all times. Mud program is subject to change due to hole conditions.

Hole Section	Hole Size (in)	Mud Type	Interval MD (ft)	Density (lb/gal)	Viscosity	Fluid Loss
Surface	17.5	Spud Mud	0 - 1381	8.4 - 8.8	28-30	NC
Intermediate 1	9.875	Diesel Brine Emulsion	1381 - 7091	8.4 - 9.4	28-30	NC
Production	6.75	Cut Brine/OBM	7091 - 18062	8.6 - 9.4	50-65	<20

6. Cores, Test, & Logs

No core or drill stem test is planned.

No electric logs are planned at this time. GR will be collected through the MWD tools from Intermediate casing to TD. CBL with CCL will be run as far as gravity will let it fall to top of curve.

7. Down Hole Conditions

No abnormal pressure or temperature is expected. Bottom hole pressure is 3800 psi. Maximum anticipated surface pressure is 2090 psi. Expected bottom hole temperature is 145 F.

In accordance with Onshore Order 6, Matador does not anticipate that there will be enough H2S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of an "H2S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have an H2S safety package on all wells, attached is an "H2S Drilling Operations Plan". Adequate flare lines will be installed off the mud/gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of equipment being used.

Casing Table Specification Sheet

Boros Federal #023H SHL: 430' FNL & 2173' FEL Section 15 BHL: 100' FSL & 1980' FEL Section 22 Township/Range: 26S 31E

Elevation Above Sea Level: 3223

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Wt. Size (in) (lb/ft)	Wt. (lb/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1381	0 - 1381	13.375 54.5	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 7091	0 - 7091	7.625	29.7	7.625 29.7 P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 18062	0 - 7774	5.5	20	20 P-110	Hunting TLW	1.125	1.125	8.