Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

NMOCD Rec'd: 10/16/2020

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

Do not use th	NOTICES AND REPORT is form for proposals to dr II. Use form 3160-3 (APD)	rill or to re-	enter an		Lease Serial No. NMNM138865 If Indian, Allottee of	or Tribe Name
SUBMIT IN	TRIPLICATE - Other instru	ctions on	page 2		7. If Unit or CA/Agre	ement, Name and/or No.
Type of Well	her				8. Well Name and No. BOROS FEDERA	
Name of Operator MATADOR PRODUCTION Co	Contact: NI	CKY FITZO	SERALD resources.com		9. API Well No. 30-015-46837-0	00-X1
3a. Address ONE LINCOLN CENTER 540 DALLAS, TX 75240	0 LBJ FREEWAY SUITE	b. Phone No. 700 972-37	(include area code) 1-5448)	10. Field and Pool or BIG SINKS	Exploratory Area
4. Location of Well (Footage, Sec., T	C., R., M., or Survey Description)				11. County or Parish,	State
Sec 15 T26S R31E NENE 40 32.049046 N Lat, 103.759712					EDDY COUNTY	Y, NM
12. CHECK THE AI	PPROPRIATE BOX(ES) TO	O INDICAT	TE NATURE O	F NOTICE,	REPORT, OR OTH	HER DATA
TYPE OF SUBMISSION			TYPE O	F ACTION		
Notice of Intent	☐ Acidize	☐ Deep	en	☐ Product	ion (Start/Resume)	☐ Water Shut-Off
	☐ Alter Casing	☐ Hydi	aulic Fracturing	☐ Reclam	ation	■ Well Integrity
☐ Subsequent Report	□ Casing Repair	□ New	Construction	☐ Recomp	lete	⊠ Other
☐ Final Abandonment Notice	☐ Change Plans	Plug	and Abandon	☐ Tempor	arily Abandon	Change to Original A PD
	☐ Convert to Injection	Plug	Back	■ Water D	Disposal	
If the proposal is to deepen directions Attach the Bond under which the wor following completion of the involved testing has been completed. Final At determined that the site is ready for final BLM Bond No. NMB001079 Surety Bond No. RLB0015172	rk will be performed or provide the l operations. If the operation result bandonment Notices must be filed of inal inspection.	Bond No. on s in a multiple	file with BLM/BIA completion or reco	A. Required sul completion in a r	osequent reports must be new interval, a Form 316	filed within 30 days 0-4 must be filed once
Please see the attached C102 from 400' FNL and 711' FEL o proposed SHL move lies withi Assessment DOI-BLM-NM-P0	of Sec. 15 T26S R31E to 430 in the approved well pad loca)' FNL and	590' FEL of Sec	. 15 T26S R nvironmenta	31E. This I	
Also, Matador respectfully req	uests the option to amend th	ne casing, c	ementing and n	nud program	l. C	Same COA'S
Please find supporting docum BHermes@matadorresources	entation attached and contact	-	1.70	1-5485 or	Sartace 5000 0 - 8-20	JR HERING COD.
APPROVED BY	RACHEL IJABIKE	en. R	EVIEW	APPITU	NAL ENGIN	IFERING COA.
14. I hereby certify that the foregoing is		5501 verified	by the BLM Wel	I Information the Carlsba	System d	
Name (Printed/Typed) NICKY FI	ΓZGERALD		Title REGUL	ATORY AN	ALYST	
3						
Signature (Electronic S	Submission)		Date 08/20/2	020		
	THIS SPACE FOR	FEDERA	L OR STATE	OFFICE US	SE	, ,
Approved By	With		Title #	U=ld	M	10/99/2026 Date
Conditions of approval, if any are attached certify that the applicant holds legal or equivalent would entitle the applicant to condu	stable title to those rights in the sul	t warrant or bject lease	Office //	0		
Tid- 10 H C C Cti 1001 1 Tid- 42	U.S.C. Saatian 1212 mala it a min	C	1		1	against af the United

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.

<u>District I</u> 1625 N French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 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 District IV 1220 S St Francis Dr , Santa Fe, NM 87505

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

12Dedicated Acres

320

Joint or Infill

Consolidation Code

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

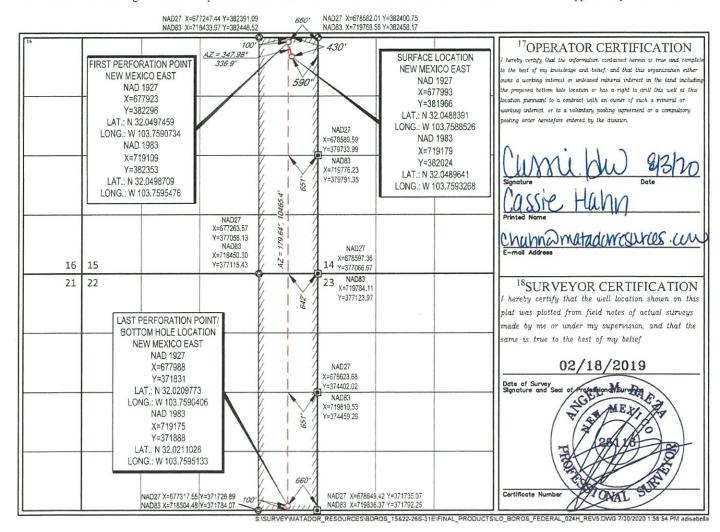
AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-015-4	6837		964	² Pool Code	B	BIG SINKS DE	LAWARE,S		AST	
Property C	Code				5Property 1	Vame			⁶ W	ell Number
					BOROS FI	EDERAL			(024H
OGRID !	No.				⁸ Operator ?	Name			9	Elevation
				MATADO	R PRODUC	TION COMPA	NY		3	3218'
					¹⁰ Surface L	ocation				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/W	est line	County
A	15	26-S	31-E	-	430'	NORTH	590'	EAST		EDDY
			11	Bottom Ho	le Location If I	Different From Su	rface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/W	est line	County
P	22	26-S	31-E	-	100'	SOUTH	660'	EAST		EDDY

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.

Order No.



Revisions to Operator-Submitted EC Data for Sundry Notice #526501

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

Admin Contact:

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

Location:

State: County: NM EDDY

Field/Pool:

BIG SINKS DELAWARE, SE

Well/Facility:

BOROS FEDERAL 024H

Sec 15 T26S R31E 400FNL 711FEL

MATADOR PRODUCTION COMPANY

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

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

NM EDDY

BIG SINKS

BOROS FEDERAL 24H Sec 15 T26S R31E NENE 400FNL 711FEL 32.049046 N Lat, 103.759712 W Lon

Boros Federal 024H SUNDRY

13 3/8	surface	csg in a	17 1/2	inch hole.	neer 2 maa 10 Augus 1	Design	Factors			Surfac	е	
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	54.50	J	55	BTC	10.94	1.73	0.78	1,431	4	1.42	3.33	77,990
w/8.4#/	g mud, 30min Si	fc Csg Test psig:	1,287	Tail Cmt	does not	circ to sfc.	Totals:	1,431				77,990
Comparison o	f Proposed to	Minimum R	equired Ceme	nt Volumes								
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplg
17 1/2	0.6946	980	1601	994	61	8.80	1917	2M				1.56
Class 'C' tail cm	nt yield above	1.35.										
Burst Frac Grad	dient(s) for Se	gment(s) A, B	=, b All > 0.	70, OK.	STA HISTORI	ind (arth	n eel ti itaa	In Election				
7 5/8	casing in	side the	13 3/8			Design	Factors			Int 1		
Segment	#/ft	Grade	13 3/0	Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	29.70		110	BTC	4.43	1.53	2.49	7.144	3	4.53	2.79	212,177
"B"								0		1100		0
w/8.4#/	g mud, 30min Sf	c Csg Test psig:					Totals:	7,144	2			212,177
,,				o achieve a top of	4200	ft from su		-2769				overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Reg'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplo
9 7/8	0.2148	360	839	632	33	9.40	2090	3M				0.69
Class 'C' tail cm	t yld > 1.35			-						1 1		
Tail cmt												
5 1/2	casing in	side the	7 5/8			Design Fa	ctors			Prod 1		Ann A Ann A An
Segment	#/ft	Grade		Coupling	Body	Collapse	Burst	Length	B@s	a-B	a-C	Weight
"A"	20.00	Р	110	TLW	3.14	2.97	3.77	18,089	4	6.87	6.22	361,780
w/8.4#/g	g mud, 30min Sf	c Csg Test psig:	1,714				Totals:	18,089				361,780
	The cemen	nt volume(s) a	are intended to	achieve a top of	7591	ft from su	rface or a	-447				overlap.
Hole	Annular	1 Stage	1 Stage	Min	1 Stage	Drilling	Calc	Req'd				Min Dist
Size	Volume	Cmt Sx	CuFt Cmt	Cu Ft	% Excess	Mud Wt	MASP	BOPE				Hole-Cplg
6 3/4	0.0835	740	999	877	14	9.40						0.44
Class 'C' tail cm	t yld > 1.35											
				Excess Cement ma	y be needed							

Carlsbad Field Office 10/8/2020

PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

OPERATOR'S NAME:
LEASE NO.:
WELL NAME & NO.:
SURFACE HOLE FOOTAGE:
BOTTOM HOLE FOOTAGE
LOCATION:
COUNTY:
MATADOR PRODUCTION COMPANY
NMNM138865
BOROS FEDERAL 024H
430'/N & 590'/E
100'/S & 660'/E
Section 15, T.26 S., R.31 E., NMPM
Eddy County, New Mexico

COA

H2S	○ 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 approximately **1431 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 7144 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.
- Excess Cement calculates to less than 25%; More cement may be needed.

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.

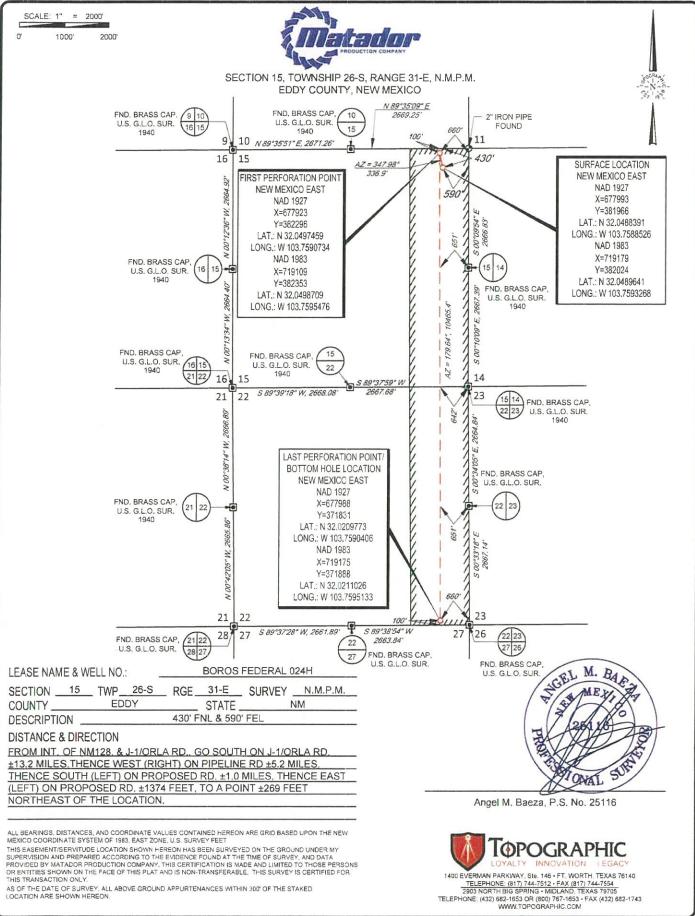
- a. First stage to DV tool: Cement to circulate. If cement does not circulate off the DV tool, contact the appropriate BLM office before proceeding with second stage cement job.
- b. Second stage above DV tool:
 - Cement to surface. If cement does not circulate, contact the appropriate BLM office.
 - 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.

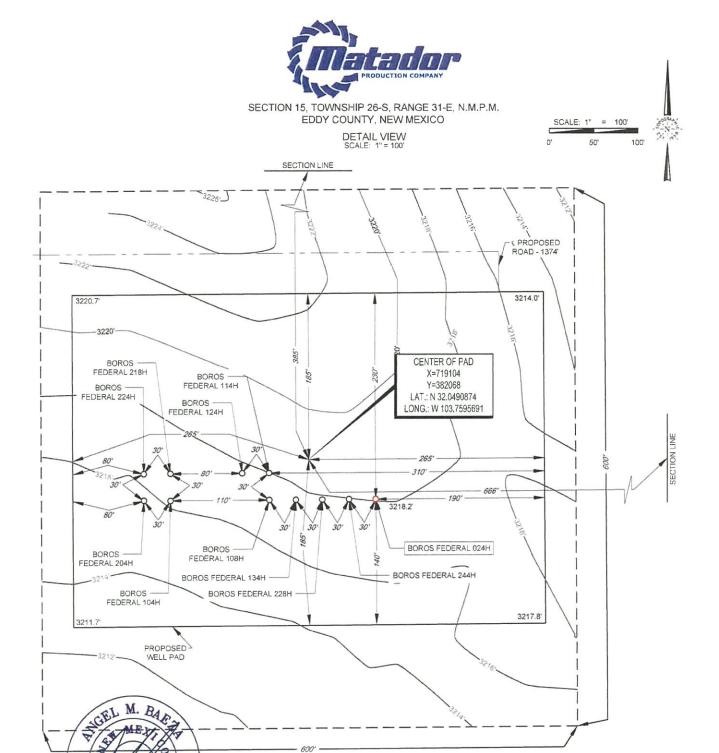
3. The minimum required fill of cement behind the 5-1/2 inch production casing is:

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





LEASE NAME & WELL NO .: .

024H LATITUDE____

N 32.0489641

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 MADE 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.



W 103.7593268

BOROS FEDERAL 024H

024H LONGITUDE.

TELEPHONE: (87) 744-7512 - 75A (817) 744-7553 - 75A (817) 744-7554 - 75A (817) 744-7555 - 75A (817) 744-7554 - 75A (817) 744-7554 - 75A (817) 744-7554 - 75A (817) 745-7554 - 75A (817) 75A (8

CENTER OF PAD IS 385' FNL & 666' FEL

Boros Federal #024H

SHL: 430' FNL & 590' FEL Section 15 BHL: 100' FSL & 660' FEL Section 22

Township/Range: 26S 31E

Elevation Above Sea Level: 3218

Drilling Operation Plan

Proposed Drilling Depth: 18089' MD / 7791' TVD

Type of well: Horizontal well, no pilot hole

Permitted Well Type: Oil

Geologic Name of Surface Formation Quaternary Deposits

KOP Lat/Long (NAD83): 32.0489641 N / -103.7593268 W TD Lat/Long (NAD83): 32.0211026 N / -103.7595133 W

1. Estimated Tops

Formation	MD (ft)	TVD (ft)	Thickness (ft)	Lithology	Resource
Rustler	1,406	1,406	88	Anhydrite	Barren
Salado (Top of Salt)	1,494	1,494	2,631	Salt	Barren
Lamar (Base of Salt)	4,125	4,125	30	Salt	Barren
Bell Canyon	4,155	4,155	1,013	Sandstone	Oil/Natural Gas
Cherry Canyon	5,168	5,168	1,234	Sandstone	Oil/Natural Gas
Brushy Canyon	6,402	6,402	816	Sandstone	Oil/Natural Gas
KOP	7,244	7,218	573	Sandstone	Oil/Natural Gas
Brushy Canyon	8,144	7,791	-	Sandstone	Oil/Natural Gas
TD	18,089	7,791		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)	EXECUTE: 0.000 (0.000)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1431	0 - 1431	13.375	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 7144	0 - 7144	7.625	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 18089	0 - 7791	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	730	1.72	1251	12.5	50%	0	С	5% NaCl + LCM
Surface	Tail	250	1.38	347	14.8	50%	1131	С	5% NaCl + LCM
Intermediate 1	Lead	150	3.66	564	10.3	35%	4200	Δ/(:	Bentonite + 1% CaCL2 + 8% NaCl + LCM
intermediate i	Tail	210	1.38	290	13.2	35%	6144	A/C	5% NaCl + LCM
Production	Tail	740	1.35	996	13.2	10%	7244	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 - 1431	8.4 - 8.8	28-30	NC
Intermediate 1	9.875	Diesel Brine Emulsion	1431 - 7144	8.4 - 9.4	28-30	NC
Production	6.75	Cut Brine/OBM	7144 - 18089	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 3808 psi. Maximum anticipated surface pressure is 2094 psi. Expected bottom hole temperature is 146 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 #024H SHL: 430' FNL & 590' FEL Section 15 BHL: 100' FSL & 660' FEL Section 22

Township/Range: 26S 31E

Elevation Above Sea Level: 3218

String	Hole Size (in)	Set MD (ft)	Set TVD (ft)	Casing Wt. Size (in) (lb/ft)	Wt. (Ib/ft)	Grade	Joint	Collapse	Burst	Tension
Surface	17.5	0 - 1431	0 - 1431	13.375 54.5	54.5	J-55	BUTT	1.125	1.125	1.8
Intermediate 1	9.875	0 - 7144	0 - 7144	7.625 29.7 P-110	29.7	P-110	BUTT	1.125	1.125	1.8
Production	6.75	0 - 18089	0 - 7791	5.5	20	20 P-110	Hunting TLW	1.125	1.125	1.8