

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NMOCD
Hobbs

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 abandoned well. Use Form 3160-3 (APD) for such proposals.

Lease Serial No.
SHL NMNM04452; BHL NMNM57285

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2

7. If Unit of CA/Agreement, Name and/or No.

1. Type of Well

Oil Well Gas Well Other

8. Well Name and No.
MALLON 27 FEDERAL COM 2H ✓

2. Name of Operator
MATADOR PRODUCTION COMPANY

9. API Well No.
30-025-42315 ✓

3a. Address 5400 LBJ FREEWAY, STE. 1500
DALLAS, TX 75240

3b. Phone No. (include area code)
972-371-5218

10. Field and Pool or Exploratory Area
LEA; BONE SPRING and QUAIL RIDGE; BONE SPRING (SOUTH)

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 27 T 19S R34E

11. Country or Parish, State
LEA Co., NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION					
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off		
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Hydraulic Fracturing	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity		
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other SUCCESSION OF OPERATOR		
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon			
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal			

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 recompleat 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 recompleat 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 detennined that the site is ready for final inspection.) This notice is for wells that are permitted but not yet drilled.

MATADOR PRODUCTION COMPANY respectfully submits this sundry as notification that Matador Production Company wishes to take over operations of three wells on this lease. The undersigned accepts applicable term, conditions, stipulations and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

MALLON 27 FEDERAL COM #1H, 30-025-42212
SHL: Sec 27 19S 34E SHL 330' FSL & 660' FEL
BHL: Sec 22 2310' FSL & 660' FEL

MALLON 27 FEDERAL COM #2H, 30-025-42315
SHL: Sec 27 19S 34E SHL 330' FSL & 1980' FEL ✓
BHL: Sec 22 2310' FSL & 1900' FEL

MALLON 27 FEDERAL COM #3H, 30-025-41808
SHL: Sec 27 260' FSL & 2080' FWL
BHL: Sec 27 330' FNL & 1980' FWL

Lease No. NMNM04452 & NMNM57285
Bond Coverage: NMB001079
Previous Operator: Cimarex Energy Co.
Effective Date: July 10, 2015

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Ryan London

Title Executive Vice President & General Manager

Signature

Date 7/13/15

THE SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

Office

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)

FEB 01 2016

Handwritten signatures and initials

Matador Production Company
January 12, 2016
Change of Operator
Conditions of Approval

1. Tank battery must be bermed/diked (must be able to contain 1 1/2 times the volume of the largest tank).
2. Submit for approval of water disposal method.
3. Submit updated facility diagrams as per Onshore Order #3
4. This agency shall be notified of any spill or discharge as required by NTL-3A.
5. All outstanding environmental issue must be addressed within 90 days. Contact Jim Amos for inspection and to resolve environmental issues. 575-234-5909
6. Install legible well sign on location with operator name, well name and number, lease number, unit number, 1/4 1/4, section, township, and range. NMOCD requires the API number on well signs.
7. Subject to like approval by NMOCD.
8. All Reporting to ONRR (OGOR Reports) must be brought current within 30 days of this approval including any past history.
9. If this well is incapable of producing in paying quantities submit NOI to plug and abandon this well or obtain approval to do otherwise within 90 days.
10. Submit plan for approval of well operations for all TA/SI wells within 30 days of this approval to change operator.
11. If not in place acquire operating rights on this lease within 30 days with BLM office in Santa Fe, NM.

JAM 011216