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Final Abandonment Notice Altering Cusing Conversion to Injection 13 Describe Proposed or Completed Operations (Clearly state all pertinent data)s, and give pertinent dates, including estimated due of staring any proposed work. If well is directionally drifted, give absurface locations and measured and rue vertical depts for all markers and rones pertinent dates, including estimated due of staring any proposed work. If well is directionally drifted, give between the and unit. The BLM had determined that the Laguna Deep Unit Federal #3 should be handled on a lease basis rather than a unit. Therefore, we are changing the well name as follows: From: Laguna Deep Unit Federal #3 To: Laguna Deep Federal #3 Effec: 5-5-00 It herebyfeentify pair the foregoing is inog and cogrees signed The Production Manager Signed The Production Manager AUG 0 3 20000 Approved by	-					New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well		
¹³ Describe Proposed or Completed Operations (Clearly state all perment details, and give periment dates, including estimated date of staring any proposed work. If well is directionally driled. give subsurface locations and measured and true vertical depths for all markers and zones periment to this work.)* The BLM had determined that the Laguna Deep Unit Federal #3 should be handled on a lease basis rather than a unit. Therefore, we are changing the well name as follows: From: Laguna Deep Unit Federal #3 To: Laguna Deep Federal #3 Effec: 5-5-00 The production Manager Symed The production Manager True PetholEUM ENGINEERS AUG 0.9 2000	Final Abandonment Notice							
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14 1 hereby/certify that the foregoing is true and correct Signed		5 1						
Signed <u>Kunny</u> <u>Attexts C. SWOBODA</u> (This space for Federal & State of Attexts C. SWOBODA Approved by <u>Title</u> <u>PETROLEUM ENGINEEF</u> <u>AUG 0.9 2000</u>	Effec	c: 5-5-00						
Signed Signed Date (This space for Federal & State of Alexis C. SWOBODA (ORIG. SGD.) ALEXIS C. SWOBODA Approved by Title PETROLEUM ENGINEEF AUG 0.9 2000	14 hereby(certil)	hat the foregoing is true and correct						
Approved by Title Date Date		(uny) lath		Production Manager	Date	8-7-00		
	Approved by		NOBODA	PETROLEUM ENGINEER		AUG 0 9 2000		

Title 18 U.S.C. Section 1001, makes 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.

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United States Department of the Interior

BUREAU OF LAND MANAGEMENT Roswell Field Office 2909 West Second Street

Roswell, New Mexico 88201

IN REPLY REFER TO: NMNM70966X 14-08-0001-16905 3180 (06300)

JUL 21 2000

Matador Petroleum Corporation Attn: Ms. Mona D. Ables Suite 158, Pecan Creek 8340 Meadow Road Dallas, Texas 75231-3751

Re: Commercial Well Determination Laguna Deep Unit Federal #3 Section 35, T.19 S., R.33 E. Lea County, New Mexico

Pursuant to your letter dated June 26, 2000, this office concurs with your determination that the Laguna Deep Unit Federal #3, 990' FSL and 1980' FWL, Section 35, T. 19 S., R. 33 E., Lea County, New Mexico, is not capable of producing unitized substances from the Bone Spring formation in paying quantities as defined in Section 11 of the Laguna Deep Unit agreement. This well is therefore not entitled to be part of a Bone Spring participating area and production from this well shall be handled on a lease basis. (a's of the Net Complete Difference)

The following items should be submitted to update the well records for the Laguna Deep Unit Federal #3 well:

 $\mathcal{N}(u_1, \ell \gg 1)$ A notice of intent sundry notice, Form 3160-5, to change the name of the well.

Please contact Alexis Swoboda, P.E. at 505-627-0228 if you have any questions.

Sincerely,

Larry D. Bray

Larry D. Bray Assistant Field Manager Lands and Minerals

Carl RUSS Draile - please change well name to Laguna Deep Federal #3 Winnie - please prepare revised DOI. yunni PAtte Fiether Barg

C: Jeff



