

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
1625 N. French Dr.
Hobbs, NM 88240

FORM APPROVED
Budget Bureau No. 10M-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM27572
2. Name of Operator Matador Operating Company	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 310 W. Wall, Ste. 906 Midland, TX 79701 915-687-5955	7. If Unit or CA, Agreement Designation 8910169050
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 990 FSL 1980 FWL Sec. 35, T19S, R33E	8. Well Name and No. Laguna Deep Fed. #3
	9. API Well No. 30-025-27152
	10. Field and Pool, or Exploratory Area Teas; Bone Spring
	11. County or Parish, State Lea County

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other <u>Change Well Name</u>
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> Dispose Water

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent 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

SEAL OF THE BUREAU OF LAND MANAGEMENT
DEPARTMENT OF THE INTERIOR
WASHINGTON, D.C.

14. I hereby certify that the foregoing is true and correct.		
Signed <u><i>Russ Mathis</i></u>	Title <u>Production Manager</u>	Date <u>8-7-00</u>
(This space for Federal or State official use only)		
Approved by <u>(ORIG. SGD.) ALEXIS C. SWOBODA</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>AUG 09 2000</u>
Conditions of approval, if any:		

RECEIVED
AUG 08 2000
BLM
ROSWELL, NM

RECEIVED JUL 21 2000



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. *(as of the recompletion date)*

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

Name => 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
Assistant Field Manager
Lands and Minerals

*C: Jeff
Carl
Russ*

*Diane - please change well name to Laguna Deep Federal #3
Dianne - please prepare revised DOI.
Yvonne
Patti
Kathy
Barry*

2000

RECEIVED
AUG 08 2000
BLM
ROSWELL, NM