

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



August 16, 2019

Ms. Kaitlyn A. Luck
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NON-STANDARD LOCATION

Administrative Order NSL-7932

Tap Rock Operating, LLC [OGRID 372043]
WTG Federal Com Well No. 215H
API No. 30-015-PENDING

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	495 FNL & 445 FWL	D	27	26S	29E	Eddy
First Take Point	330 FNL & 946 FWL	D	27	26S	29E	Eddy
Last Take Point	100 FSL & 946 FWL	9	34	26S	29E	Eddy
Terminus	5 FSL & 946 FWL	9	34	26S	29E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W2 Section 27 NW/4 Section 34	457.8	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on August 15, 2019.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This well is governed by special rules for the Purple Sage; Wolfcamp (Gas) Pool of and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the southern edge of the horizontal spacing unit. The encroachment infringes toward the exterior state line boundary, which is not concerning of the correlative rights of all interested parties for this unorthodox location.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all

adjoining units towards which the proposed location encroaches. Public notice is not required as all affected parties are located exterior to the State's jurisdiction.

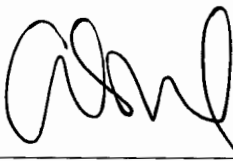
Division understands you seek this unorthodox location as your preferred well spacing plan for horizontal wells in this area and thereby preventing waste within the Wolfcamp formation underlying the W2 of Section 27 and the NW/4 Section 34.

Your application has been filed under Subsection 6 of Paragraph of Section (C) of 19.15.16.15 NMAC, 19.15.15.13 NMAC and Paragraph (2) of Subsection A of 19.15.4.12 NMAC.

Per Subsection B of 19.15.15.13 NMAC, Division approves this unorthodox location.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc: Oil Conservation Division – Artesia District Office
Bureau of Land Management – Carlsbad Field Office