RECEIVED:	REVIEWER:	TYPE:	APP NO:			
	- Geologia	ABOVE THIS TABLE FOR OCCIDE SO OIL CONSERV Cal & Engineering ancis Drive, Sant	ATION DIVISION g Bureau –	STOP NEW ACTOR		
	ADMINISTR	ATIVE APPLICATI	ON CHECKLIST			
THI	IS CHECKLIST IS MANDATORY FOR AL REGULATIONS WHICH RE		ATIONS FOR EXCEPTIONS TO E DIVISION LEVEL IN SANTA F			
Applicant: Tap Ro				Number: 372043		
Well Name: Cypi Pool: Purple Sage; W	ress 34 Federal #211H well			-015-47266 Code: 98220		
Tulple Bage, W	oneamp		POOLC	.ode. <u>70220</u>		
SUBMIT ACCU	RATE AND COMPLETE INF	_		HE TYPE OF APPLICATION		
		INDICATED BELO	OW			
A. Locatio	PLICATION: Check those on – Spacing Unit – Simult NSL NSP		on	D		
[1] Coi	one only for [1] or [11] mmingling – Storage – M DHC DCTB Pi ection – Disposal – Pressu WFX PMX S	LC PC Core increase – Enh	-	FOR OCD ONLY		
A. Offse B. Roye C. App D. Noti E. Noti F. Surfe G. For	ON REQUIRED TO: Check et operators or lease holalty, overriding royalty or olication requires published fication and/or concurred fication and/or concurred ace owner all of the above, proof or notice required	ders wners, revenue ov ed notice ent approval by SL ent approval by Bl	vners .O .M	Notice Complete Application Content Complete ed, and/or,		
administrativ understand	ON: I hereby certify that we approval is accurate of that no action will be taken are submitted to the Div	and complete to t ken on this applica	the best of my kno	wledge. I also		
	Note: Statement must be comple	ted by an individual with	n managerial and/or supe	ervisory capacity.		
			04/20/2021 Date			
Kaitlyn A. Luck			Daio			
Print or Type Name	е		505-954-7286			
4911	Whill		Phone Number			
Ciana art			kaluck@hollandhart.com			
Signature			e-mail Address			



Kaitlyn A. Luck Phone (505) 954-7286 KALuck@hollandhart.com

April 20, 2021

VIA ONLINE FILING

Adrienne Sandoval, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Application of Tap Rock Operating, LLC, for administrative approval of an unorthodox well location for its Cypress 34 Federal #211H Well in the W/2 of Section 34, Township 23 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

Dear Ms. Sandoval:

Tap Rock Operating, LLC ("Tap Rock") (OGRID No. 372043) seeks administrative approval of an unorthodox well location for its **Cypress 34 Federal #211H Well** (API No. 30-015-47266) to be completed within the Purple Sage; Wolfcamp Pool (98220) underlying the W/2 of Section 34, Township 23 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

This well will be drilled from a <u>surface location</u> 323 feet from the north line and 201 feet from the west line (Unit D) of Section 34, to a <u>bottom hole location</u> 30 feet from the south line and 331 feet from the west line (Unit M) of Section 34.

The <u>first take point</u> will be located 100 feet from the north line and 331 feet from the west line (Unit D) of Section 34 and the <u>last take point</u> will be 100 feet from the south line and 331 feet from the west line (Unit M) of Section 34.

Pursuant to Division Order R-14262, this acreage is governed by the Special Rules for the Purple Sage; Wolfcamp (Gas) Pool which provide for wells in the Wolfcamp formation in Eddy County to be located no closer than 330 feet to the outer boundary of the spacing unit. The completed interval for the **Cypress 34 Federal #211H Well** will be unorthodox because it is closer than 330 feet to the northern and southern boundaries of the horizontal spacing unit. Approval of the unorthodox completed interval will allow Tap Rock to use its preferred well spacing plan for horizontal wells in this area and thereby prevent waste.

T 505.988.4421 F 505.983.6043 110 North Guadalupe, Suite 1, Santa Fe, NM 87501-1849 Mail to: P.O. Box 2208, Santa Fe, NM 87504-2208 www.hollandhart.com

Alaska Colorado Idaho Montana Nevada New Mexico

Utah Washington, D.C. **Exhibit A** is a Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Cypress 34 Federal #211H Well** encroaches on the spacing units to the north and the south.

Exhibit B is a land plat that shows the proposed **Cypress 34 Federal #211H Well** in relation to the adjoining spacing units to the north in Section 27 and to the south in Section 3.

Ownership is diverse between the subject spacing unit and the tracts to the north and south. A copy of this application with all attachments has been sent by certified mail to each affected party advising them that if they have an objection it must be filed in writing with the Division within 20 days from the date the Division receives the application. **Exhibit C** is a list of the parties affected by the encroachment to the north and south, including the Bureau of Land Management, together with the tracking information reflecting notice has been provided to those parties.

Exhibit D is a statement from Tap Rock's petroleum engineer confirming that Tap Rock's requested unorthodox location is necessary to optimize well spacing, thereby preventing waste.

Your attention to this matter is appreciated.

Sincerely,

Kaitlyn A. Luck

ATTORNEY FOR TAP ROCK OPERATING, LLC

EXHIBIT A

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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	DEDODE
AMENDED	KEPOKI

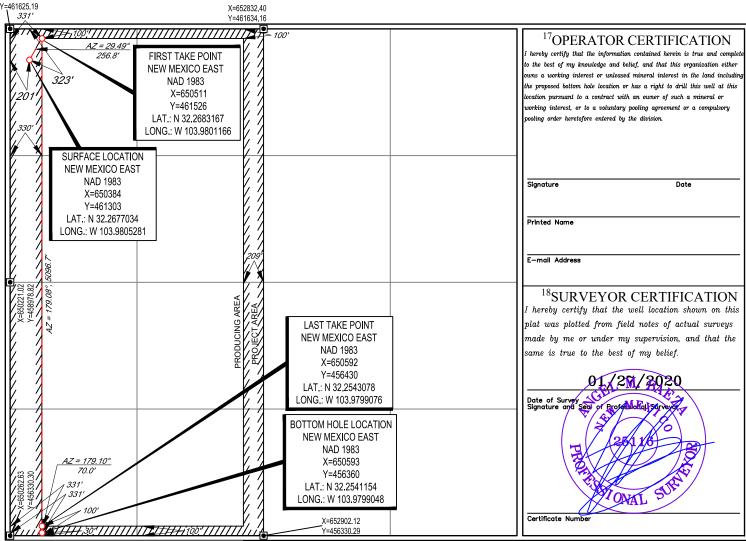
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code	³ Pool Name			
⁴ Property Code		5Pr	⁵ Property Name			
	CYPRESS 34 FEDERAL 211H					
⁷ OGRID N₀.	⁸ Operator Name ⁹ Elevation					
	TAP ROCK OPERATING, LLC. 3048'					
10 Sunface Leastion						

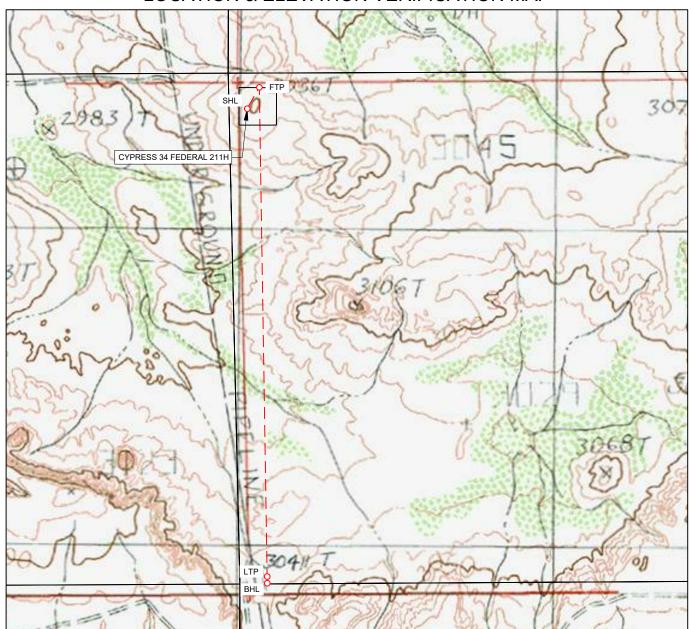
Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	34	23-S	29-E	-	323'	NORTH	201'	WEST	EDDY
¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	34	23-S	29-E	_	30'	SOUTH	331'	WEST	EDDY
12 Dedicated Acres 13 Joint or Infill 14 Consolidation Code 15 Order No.									

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. X=650178.08



LOCATION & ELEVATION VERIFICATION MAP





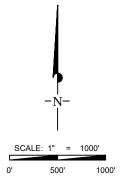
LEASE NAME & WELL NO.: CYPRESS 34 FEDERAL 211H

 SECTION
 34
 TWP
 23-S
 RGE
 29-E
 SURVEY
 N.M.P.M.

 COUNTY
 EDDY
 STATE
 NM
 ELEVATION
 3048'

 DESCRIPTION
 323' FNL & 201' FWL

LATITUDE _____ N 32.2677034 ____ LONGITUDE ____ W 103.9805281



THIS EASEMENT/SERVITUDE 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 TAP ROCK OPERATING, LLC. 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.

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.



1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140

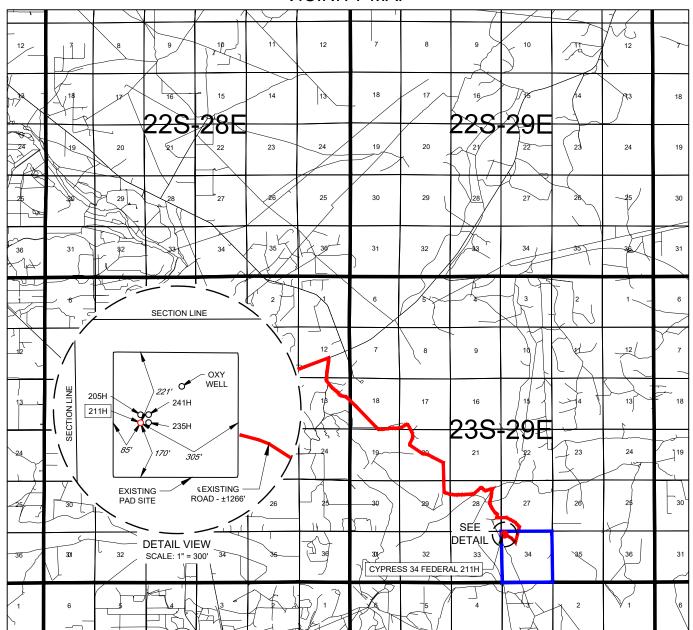
TELEPHONE: (817) 744-7512 • FAX (817) 744-7554

2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705

TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743

WWW.TOPOGRAPHIC.COM

EXHIBIT 2 VICINITY MAP





LEASE NAME & WELL NO.: CYPRESS 34 FEDERAL 211H

 SECTION
 34
 TWP
 23-S
 RGE
 29-E
 SURVEY
 N.M.P.M.

 COUNTY
 EDDY
 STATE
 NM

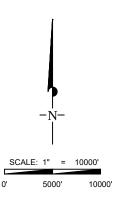
 DESCRIPTION
 323' FNL & 201' FWL

DISTANCE & DIRECTION

FROM INT. OF NM-31, & STATE HWY 387, GO EAST ON NM-31 ±1.7 MILES, THENCE SOUTH (RIGHT) ON FISHERMANS LN. ±0.5 MILES, THENCE CONTINUE STRAIGHT ON A LEASE RD. ±4.8 MILES, THENCE SOUTH (RIGHT) ON A LEASE RD. ± 0.6 MILES, THENCE EAST (LEFT) ON A LEASE RD. ±0.3 MILES, THENCE SOUTH (RIGHT) ON A LEASE RD. ±0.4 MILES, THENCE RIGHT (WEST) ON A PROPOSED ROAD ±1266 FEET TO A POINT ±310 FEET EAST OF THE LOCATION.

THIS EASEMENT/SERVITUDE 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 TAP ROCK OPERATING, LLC. 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.

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.





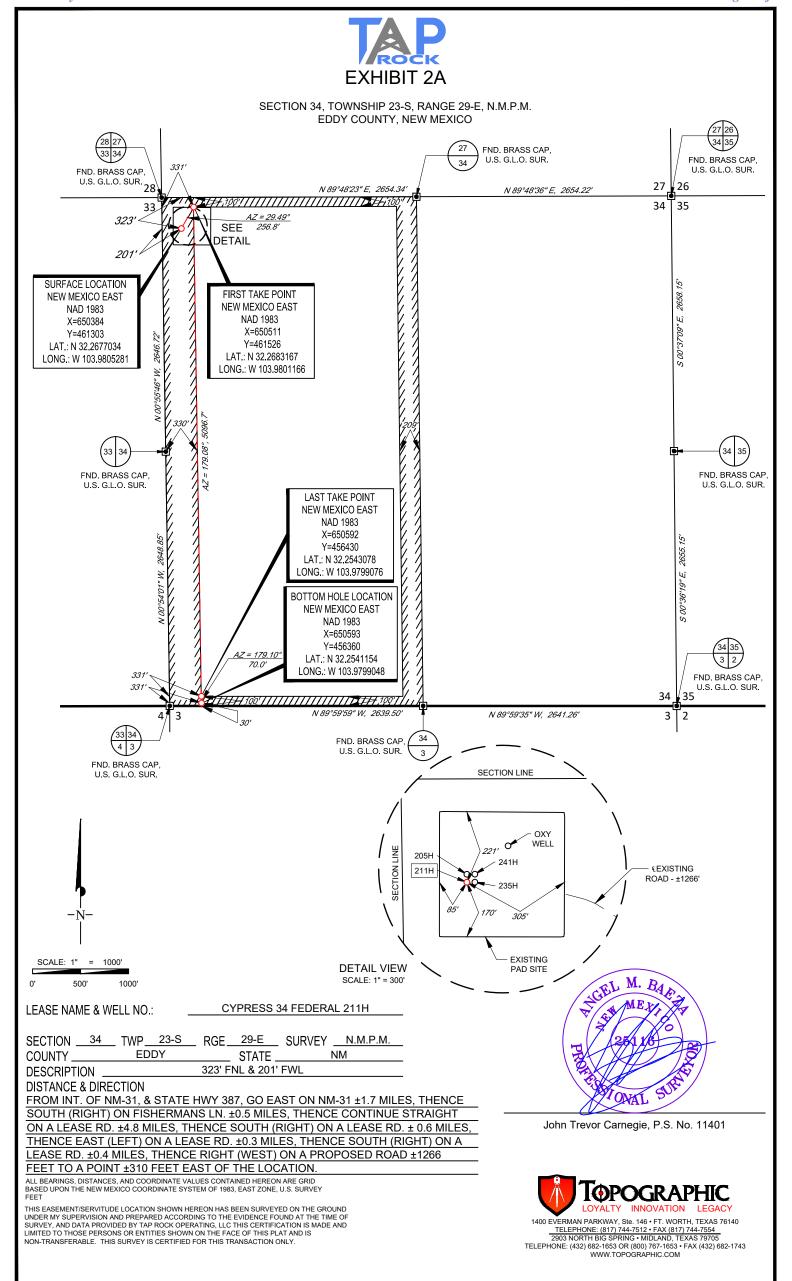
1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140

TELEPHONE: (817) 744-7512 • FAX (817) 744-7554

2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705

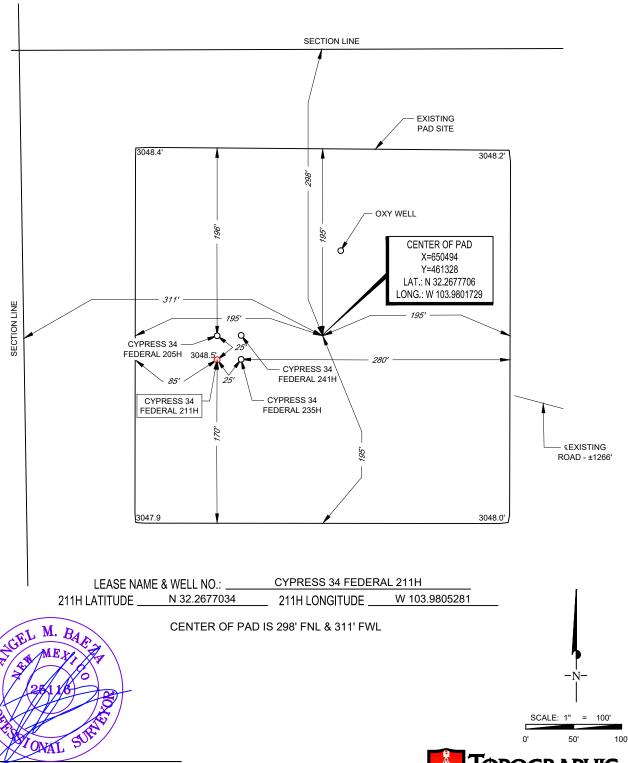
TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743

WWW.TOPOGRAPHIC.COM



SECTION 34, TOWNSHIP 23-S, RANGE 29-E, N.M.P.M. EDDY COUNTY, NEW MEXICO

DETAIL VIEW SCALE: 1" = 100'



John Trevor Carnegie, P.S. No. 11401

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 TAF POCK OPERATING, LLC. 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.

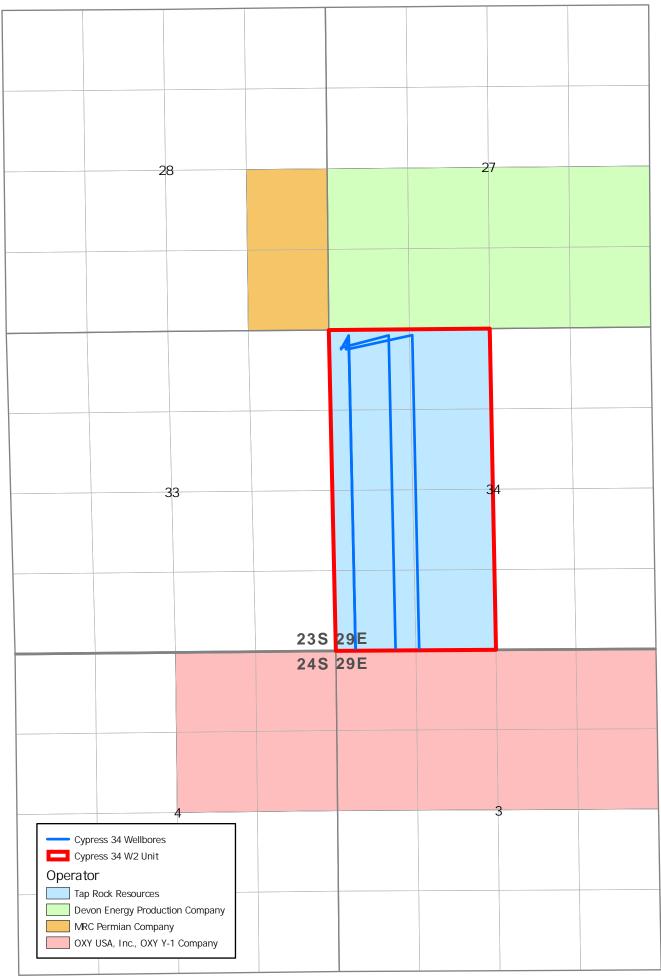
1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140

TELEPHONE: (817) 744-7512 • FAX (817) 744-7554

2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705

TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743

WWW.TOPOGRAPHIC.COM



Cypress 34 Federal #205H, #211H, #235H, #241H Offset Notice List

S/2 Section 27, Township 23 South, Range 29 East (Eddy County, NM)

Devon Energy Production Company 333 West Sheridan Ave. Oklahoma City, OK 73102

E/2SE/4 Section 28, Township 23 South, Range 29 East (Eddy County, NM)

MRC Permian Company One Lincoln Centre 5400 LBJ Freeway, Ste. 1500 Dallas, TX 75240

N/2 Section 3, Township 24 South, Range 29 East (Eddy County, NM) NE/4 Section 4, Township 24 South, Range 29 East (Eddy County, NM)

OXY USA, Inc. 5 Greenway Plaza, Suite 110 Houston, TX 77046

OXY Y-1 Company P.O. Box 27570 Houston, TX 77227

EXHIBIT C



Kaitlyn A. Luck Associate Phone (505) 954-7286 KALuck@hollandhart.com

April 19, 2021

<u>VIA CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

TO AFFECTED PARTIES:

Re: Application of Tap Rock Operating, LLC, for administrative approval of an unorthodox well location for its Cypress 34 Federal #211H Well in the W/2 of Section 34, Township 23 South, Range 29 East, N.M.P.M., Eddy County, New Mexico.

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Matthew C. Phillips Tap Rock Resources (720) 459-3724 mphillips@taprk.com

Sincerely,

Kaitlyn A. Luck

ATTORNEY FOR TAP ROCK OPERATING, LLC

Parentl	Mail	Name	DeliveryAddress	City	ST	Zip	MailClass	TrackingNo	Well
D	Date								
31309	04/19	Bureau of Land	620 E Greene St	Carlsbad	NM	88220-	Certified with Return	94148118987	70352 - BLM Carlsbad Notice - 1
	/2021	Management				6292	Receipt (Signature)	65896705538	
31309	04/19	Devon Energy Production	333 W Sheridan	Oklahom	ОК	73102-	Certified with Return	94148118987	70352 - Tap Rock - Cypress 205H,
	/2021	Company	Ave	a City		5010	Receipt (Signature)	65896705408	211H, 235H, 241H NSL - notice list - 1
31309	04/19	MRC Permian Company	5400 Lbj Fwy Ste	Dallas	TX	75240-	Certified with Return	94148118987	70352 - Tap Rock - Cypress 205H,
	/2021		1500 One Lincoln Centre			1017	Receipt (Signature)	65896705484	211H, 235H, 241H NSL - notice list - 2
31309	04/19	OXY USA, Inc.	5 Greenway Plz	Houston	TX	77046-	Certified with Return	94148118987	70352 - Tap Rock - Cypress 205H,
	/2021	,	Ste 110			0521	Receipt (Signature)		211H, 235H, 241H NSL - notice list - 3
31309	04/19	OXY Y-1 Company	PO Box 27570	Houston	TX	77227-	Certified with Return	94148118987	70352 - Tap Rock - Cypress 205H,
	/2021					7570	Receipt (Signature)	65896705569	211H, 235H, 241H NSL - notice list - 4
31309	04/19	Bureau of Land	301 Dinosaur Trl	Santa Fe	NM	87508-	Certified with Return	94148118987	70352 - Tap Rock - Cypress 205H,
	/2021	Management				1560	Receipt (Signature)	65896705590	211H, 235H, 241H NSL - notice list - 5
					1				

TAP ROCK OPERATING 523 PARK POINT DRIVE, SUITE 200 - GOLDEN, COLORADO 80401

CONNER WOOD

ASSET MANAGER

CWOOD@TAPRK COM



April 12, 2021

Adrienne Sandoval, Director Oil Conservation Division New Mexico Department of Energy Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

RE: Non-Standard Location Request Cypress 34 Federal #205H, #211H, #235H, #241H (the "Wells")

Dear Ms. Sandoval:

Tap Rock Operating, LLC ("Tap Rock") hereby requests administrative approval of a non-standard location for each of the Wells referenced above by decreasing the first and last take points from 330 feet to 100 feet from the horizontal plane outer boundary. The Wells are located in the Purple Sage — Wolfcamp Gas Pool (Pool Code 98220). It is Tap Rock's responsibility as a prudent operator to maximize lateral length and to minimize reserves left in the ground. Decreasing the first and last take points will increase the Wells effective lateral length by 460 feet thereby increasing ultimate recovery of reserves and thereby preventing waste of natural resources.

Sincerely,

TAP ROCK OPERATING, LLC

Conner Wood

Asset Manager and Reservoir Engineer

EXHIBIT D

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 24901

CONDITIONS

Operator:	OGRID:
TAP ROCK OPERATING, LLC	372043
523 Park Point Drive	Action Number:
Golden, CO 80401	24901
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date		
llowe	None	4/21/2021		