RECEIVED:	REVIEWER:	TYPE:	APP NO:	
		ABOVETHIS TABLE FOR OCD DIVISION O OIL CONSERVA al & Engineering	TION DIVISION	SULL OF NEW MEETS
	1220 South St. Fra			To Company of the
	Δηγινικα	TIVE APPLICATIO	N CHECKLIST	
THIS	CHECKLIST IS MANDATORY FOR ALL ADMIN REGULATIONS WHICH REQUIRE PR	ISTRATIVE APPLICATIONS FC	R EXCEPTIONS TO DIVISION R	ules and
Applicant: Well Name(s): Pool(s):	Tap Rock Operating, LLC Schlitz Federal Com 156H, 158H, 2 213H, 233H, 234H Cottonwood Draw; Bone Spring (O Purple Sage; Wolfcamp (Gas)	API:	49028	5-49974, 49949, 49023, 49024, 49027,
SUBMIT AC	CURATE AND COMPLETE INFO	ORMATION REQUI		E TYPE OF APPLICATION
•	CATION: Check those which - Spacing Unit - Simultaneo NSL	ous Dedication	P(proration unit)	SD
[1] Com [ne only for [1] or [11] Imingling – Storage – Measu DHC CTB PLC Ction – Disposal – Pressure Ind WFX PMX SWI	PC Ccrease – Enhance		FOR OCD ONLY
A. Offse B. Roya C. Appli D. Notifi E. Notifi F. Surfa G. For a	I REQUIRED TO: Check those to operators or lease holders lty, overriding royalty owner cation requires published no cation and/or concurrent a cation and/or concurrent a ce owner ll of the above, proof of notion of the concurred and concurred the concurrent and	s, revenue owners otice pproval by SLO pproval by BLM		Notice Complete Application Content Complete
approval is ac	I: I hereby certify that the incurate and complete to the application until the required	e best of my know	ledge. I also under	stand that no action will be
	Note: Statement must be comple	ted by an individual with	managerial and/or supervi	sory capacity.
Michael Rodriguez	7	03/0	1/2023	
Print or Type Name		Date		
	1 <u>P</u>		772-5092	
Signature		Phor	ne Number	
			odriguez@taprk.com il Address	-

March 3, 2023



Engineering Bureau New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Re: Application for Pool Commingling and Off-lease Storage, Measurement, and Marketing of Oil and Gas Production.

Tap Rock Operating, LLC ("Tap Rock") (OGRID No. 372043) seeks administrative approval for pool commingling and off-lease storage, measurement, and marketing of oil and gas production for the following wells located in the E/2 of Sections 9 and 16, Township 25 South, Range 26 East, Eddy County, New Mexico and any additional infill wells that produce from the same pools within the subject lands with notice provided only to the interest owners within these future spacing units pursuant to 19.15.12.10.C(4)(g) NMAC:

Well Name	API	Location	Pool
Schlitz Federal Com	30-015-49974	SL: P-16-25S-26E	Cottonwood Draw; Bone Spring
#156H			(O) [97494]
Schlitz Federal Com	30-015-49949	SL: P-16-25S-26E	Cottonwood Draw; Bone Spring
#158H			(O) [97494]
Schlitz Federal Com	30-015-49023	SL: P-16-25S-26E	Purple Sage; Wolfcamp (GAS)
#204H			[98220]
Schlitz Federal Com	30-015-49024	SL: P-16-25S-26E	Purple Sage; Wolfcamp (GAS)
#213H			[98220]
Schlitz Federal Com	30-015-49027	SL: P-16-25S-26E	Purple Sage; Wolfcamp (GAS)
#233H			[98220]
Schlitz Federal Com	30-015-49028	SL: P-16-25S-26E	Purple Sage; Wolfcamp (GAS)
#234H			[98220]

Oil and gas production from these pools, wells, and lands will be commingled and sold at the Schlitz CTB located in the SW/4 of Section 16, Township 25 South, Range 26 East. Prior to commingling, gas production from each separator will be separately metered with calibrated orifice meters that are manufactured to AGA specifications. Oil production from each separator will also be separately metered using turbine meters.

Exhibit A is a completed Application for Surface Commingling (Form C-107-B) that also includes a statement from Jeff Trlica, Regulatory Analyst with Tap Rock, identifying each of the wells and Tap Rock's central tank battery, the facilities and the measurement devices to be utilized, a detailed schematic of the surface facilities, a copy of the Federal Communitization Agreement associated with the subject lands, and a referenced gas sample. **Exhibit A** also contains a tract map identifying the locations of the wellbores, tracts, and approved participating areas in the Wolfcamp and Bone Spring formations.

Exhibit B is a self-affirmed statement from the landman familiar with this application and the subject lands certifying that the ownership is identical between the above-described pools as defined in 19.15.12.7 NMAC.

Exhibit C is a list of the affected parties, a copy of the letter sent by certified mail advising the parties that any objections must be filed in writing with the New Mexico Oil Conservation Division within 20 days from the date the Division receives this application, and proof of mailing.

Thank you for your attention to this matter. If you have any questions or need further information, please reach out to me at mdrodriguez@taprk.com or 720-245-2606.

Respectfully submitted,

TAP ROCK OPERATING, LLC

Michael Rodriguez Staff Attorney District IV

87505

Exhibit A

<u>District I</u>
1625 N. French Drive, Hobbs, NM 88240
<u>District II</u>
811 S. First St., Artesia, NM 88210
<u>District III</u>
1000 Rio Brazos Road, Aztec, NM 87410

1220 S. St Francis Dr, Santa Fe, NM

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-10/-B Revised August 1, 2011

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505 Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

		COMMINGLING	DIVERSE	OWNERSHIP)		
	Operating					
	Point Dr. Suite 200. C	Golden, CO 80401				
APPLICATION TYPE:						
Pool Commingling Lease Commingling Pool and Lease Commingling Off-Lease Storage and Measurement (Only if not Surface Commingled)						
LEASE TYPE:						
Is this an Amendment to existing Order?						
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling ⊠Yes □No						
Yes INO						
	()	OL COMMINGLIN ts with the following in				
	Gravities / BTU of	Calculated Gravities /		Calculated Value of		
(1) Pool Names and Codes	Non-Commingled	BTU of Commingled		Commingled	Volumes	
	Production	Production		Production		
See attached well list.		_]		
		1				
		1		1		
(2) Are any wells producing at top allowables? \[\subseteq \text{Yes} \] \[\subseteq \text{No} \]						
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No.						
(4) Measurement type: Metering Other (Specify)						
(5) Will commingling decrease the value of production? Yes No If "yes", describe why commingling should be approved						
	(B) LEA	SE COMMINGLIN	IG			
	Please attach sheet	ts with the following in	ıformation			
(1) Pool Name and Code.						
(2) Is all production from same source of s						
(3) Has all interest owners been notified by (4) Measurement type: Metering	* .	posed commingling?	□Yes □N	0		
(4) Wedstrement type	Other (Specify)					
	(C) POOL and	LEASE COMMIN	GLING			
		ts with the following in				
(1) Complete Sections A and E.						
(I		TORAGE and MEA				
		ets with the following	information			
(1) Is all production from same source of s(2) Include proof of notice to all interest o		lo				
(2) Include proof of notice to all interest of	WHCIS.					
(F) AI	DITIONAL INFO	ORMATION (for all	annlication to	vnes)		
(E) AI		ts with the following in		, pes)		
(1) A schematic diagram of facility, include			-			
(2) A plat with lease boundaries showing a	all well and facility locat	ions. Include lease number	ers if Federal or St	ate lands are involved.		
(3) Lease Names, Lease and Well Number	rs, and API Numbers.					
Therefore wife that discounting the state of		. 1 4 . £ 1 . 1 . 1	4 11: -£			
I hereby certify that the information above is	true and complete to the	e best of my knowledge an	a belief.			
SIGNATURE:	T	ITLE: Regulatory Ana	yst I	DATE: <u>2/23/2023</u>	_	
TYPE OR PRINT NAME Jeff Trlica		TELEPHONE NO · ·	720_772_5010			
TILE ON FRINT IVAIVIE JEH THICA		TELEPHONE NO.:	120-112-3710			
E-MAIL ADDRESS: jtrlica@taprk.com						

February 23, 2023



New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: Application of Tap Rock Operating, LLC for administrative approval for approval to surface commingle (pool commingle) oil and gas production and off-lease measurement from the spacing units comprised of E/2 Section 9 and E/2 Section 16, Township 25S, Range 26E Eddy County, New Mexico (the "Lands")

To Whom This May Concern,

Tap Rock Operating, LLC ("Tap Rock"), OGRID No. 372043, requests to commingle current oil and gas production and off-lease measurement from six (6) distinct wells located on the Lands and future production from the Lands as described herein. The wells will be metered through individual liquid coriolis flow meters for oil and orifice meters for gas. The gas commingling will occur after individual measurement at each well. Gas exiting each well test flows into one gathering line, as depicted on **Exhibit A**, the gas gathering line. Each well on the Lands will have its own test separator with a coriolis flow meter for oil and orifice meter for gas manufactured and assembled in accordance with the American Gas Association (AGA) specifications. All primary and secondary Electronic Flow Measurement (EFM) equipment is tested and calibrated by a reputable third-party measurement company in accordance with industry specifications.

Gas samples are obtained at the time of the meter testing and calibration and the composition and heating value are determined by a laboratory in accordance with the American Petroleum Institute (API) specifications to ensure accurate volume and energy (MMBTU) determinations.

The oil is measured via the coriolis flow meter in accordance with API Chapter 5.6 on each individual well and is calibrated periodically by a third-party measurement company for accuracy. After the oil is individually metered by coriolis flow meters at each well it can be comingled into a heater treater then into the stock tanks or, each well can be isolated into its own individual tank for testing purposes. The gas is measured on a volume and MMBTU basis by an orifice meter on each individual well and supporting EFM equipment in accordance with API Chapter 21.1. The gas is then sent into a gathering line where it is commingled with each of the other well's metered gas. The gathering line is then metered by another orifice meter at the tank battery check meter to show the total volume of gas leaving the tank battery. The tank battery meter is tested and calibrated in accordance with industry specifications and volume and energy and determined on an hourly, daily and monthly basis. Once the gas exits the final tank battery sales check it travels directly into a third-party sales connect meter. The third-party gas gatherer has its

own meter that measures the gas for custody transfer and that meter is also calibrated periodically to ensure measurement accuracy.

In conclusion, all the oil and gas produced on the Lands is and will be metered separately at each wellhead and allocated using accurate measurement equipment according to API specifications.

Regards,

TAP ROCK OPERATING, LLC

Jeff Trlica

Regulatory Analyst

APPLICATION TO POOL COMMINGLE, STORAGE AND SALES FOR OIL AND GAS PRODUCTION AT SCHLITZ E/2 CTB

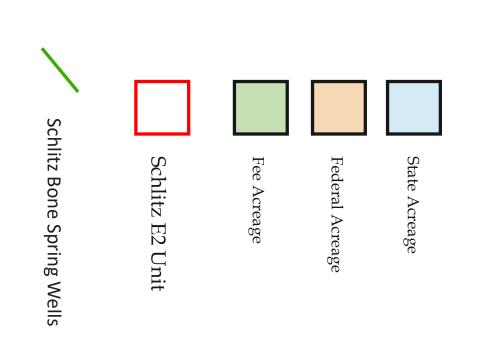
रहा हुन्। हार्च स्थान

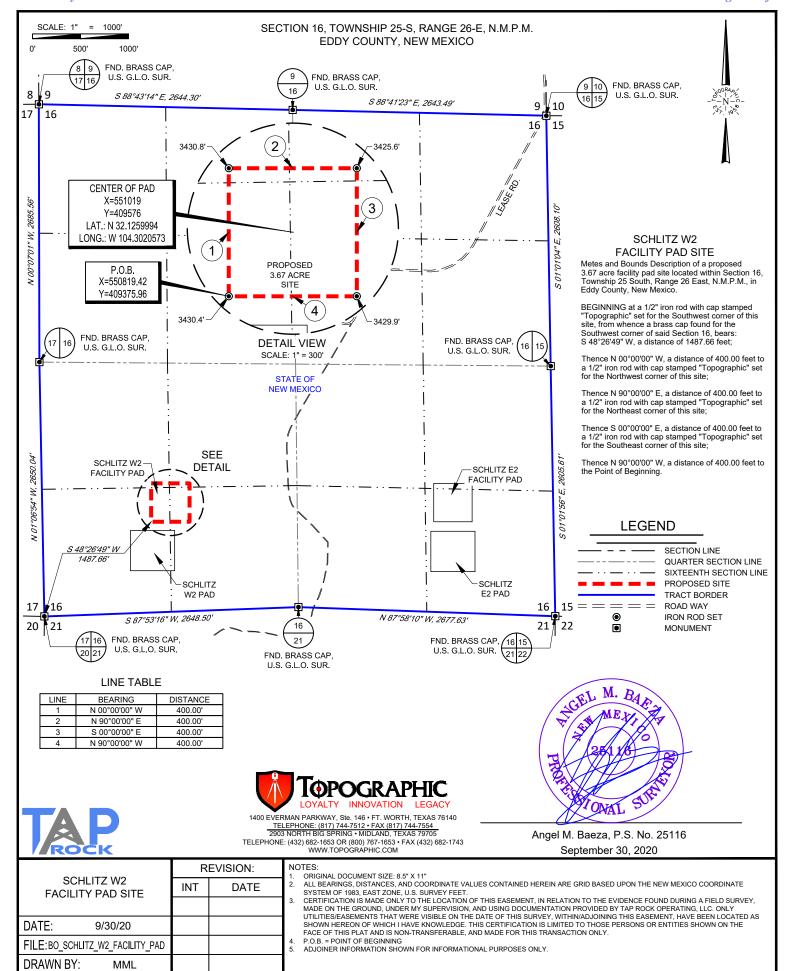
Pool	API	Well Name	Well Number	Letter S	Section	Township	Range	Section Township Range Date Online	Anticipated Production Type	(MBOD)	Gas (MCFD)	Gravity	BTU/cf
[97494] COTTONWOOD DRAW; BONE SPRING (O) 30-015-49974 SCHLITZ FEDERAL COM #156H	30-015-49974	SCHLITZ FEDERAL COM	#156H	P	16	255	26E	6/1/2023	Oil, Gas, Produced Water	1500	3500	51	1250
[97494] COTTONWOOD DRAW; BONE SPRING (O) 30-015-49949 SCHLITZ FEDERAL COM #158H	30-015-49949	SCHLITZ FEDERAL COM	#158H	P	16	25S	26E	6/1/2023	Oil, Gas, Produced Water	1500	3500	51	1250
[98220] PURPLE SAGE; WOLFCAMP (GAS)	30-015-49023	30-015-49023 SCHLITZ FEDERAL COM #204H	#204H	Р	16	255	26E	9/15/2022	Oil, Gas, Produced Water	600	2800	52	1250
[98220] PURPLE SAGE; WOLFCAMP (GAS)	30-015-49024	30-015-49024 SCHLITZ FEDERAL COM #213H	#213H	P	16	25S	26E	9/15/2022	Oil, Gas, Produced Water	700	3400	52	1250
PURPLE SAGE; WOLFCAMP (GAS)	30-015-49027	30-015-49027 SCHLITZ FEDERAL COM #233H	#233H	P	16	255	26E	9/15/2022	Oil, Gas, Produced Water	470	9500	52	1250
[98220] PURPLE SAGE; WOLFCAMP (GAS)	30-015-49028	30-015-49028 SCHLITZ FEDERAL COM #234H	#234H	P 1	16	25S 26E	26E	9/15/2022	Oil, Gas, Produced Water	400	5000	52	1250

					Wd +5:50:7 8	E202\EI\8 :gnig	Chlitz E2 Unit
	Section 16				Section 09		Jnit Township 25 South, Range 26 Lea County New Mexico
T ST 57	T ST 57	30-015-49027 30-015-49024	233H 213H	T		T	ıth, Range New Mex
Tract 5 ST NM V0 5710 0001	Tract 4 ST NM V0 5711 0001	30-015-49028 30-015-49023	213H OYA INIVINIVI 213H 019836 234H 204H	Tract 3	Tract 2 USA NMNM 019423	Tract 1 Fee Leases	26 East ico

Schlitz Wolfcamp Wells Schlitz E2 Unit Fee Acreage State Acreage Federal Acreage

					W4 +5:50:7		Chlitz E2 Unit
	Section 16				Section 09		Jnit Township 25 Sou Lea County
Tract 5 ST NM V0 5710 0001 160 Acres	ST NM V0 57/11 0001 160 Acres	30-015-49974 4 30-015-49949	156H 160 Acres	Tract 3 USA NMNM	Tract 2 USA NMNM 019423 40 Acres	Tract 1 Fee Leases 120 Acres	Township 25 South, Range 26 East Lea County New Mexico





1 OF 1

SHEET:

Federal Communitization Agreement

Contract No.	

THIS AGREEMENT entered into as of the 1st day of March, 2022, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Township 25 South, Range 26 East, N.M.P.M.

Section 9: E/2 Section 16: E/2 Eddy County, New Mexico

Containing 640.00 acres, and this agreement shall include only the Wolfcamp Formation underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

Released to Imaging: 8/13/2023 2:05:54 PM

Received by OCD: 3/3/2023 1:29:20 PM

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- 3. The Operator of the communitized area shall be **Tap Rock Operating**, **LLC**, **523 Park Point Drive**, **Suite 200**, **Golden**, **CO**, **80401**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator maybe designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.
 - If the communitized area approved in this Agreement contains unleased Federal lands, the value of 1/8th or 12 ½ percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8th should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue

from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty, such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized

- area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is March 1, 2022, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- 11. The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.

- 13. This agreement shall be binding upon the parties hereto and shall extend to and be binding upon their respective heirs, executors, administrators, successors, and assigns.
- 14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.
- 15. Nondiscrimination. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

Operator:

Tap Rock Operating, LLC

Date: 7 21 22

Name: W. Ryan Springmeyer

Title: CFO

ACKNOWLEDGEMENT

STATE OF COLORADO) ss. COUNTY OF JEFFERSON)

On this 21 day of 30 log, 2022, before me, a Notary Public for the State of Colorado, personally appeared W. Ryan Springmeyer, known to me to be the CFO of Tap Rock Operating, LLC, a Delaware limited liability company, the limited liability company that executed the foregoing instrument and acknowledged to me such company executed the

Same.

NICOLE KRUESEL

NOTARY PUBLIC - STATE OF COLORADO

NOTARY ID 20224012469

MY COMMISSION EXPIRES MAR 29, 2026

3 29 2026 My Commission Expires:

Notary Public

WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

I, the undersigned, hereby certify, on behalf of **Tap Rock Operating**, **LLC**, Operator of this Communitization Agreement, that all working interest owners (i.e., lessees of record andoperating rights owners) shown on Exhibit B attached to this Agreement are, to the best of my knowledge, the working interest owners of the leases subject to this Agreement, and that the written consents of all of the named owners have been obtained and will be made available to the BLM immediately upon request.

Date: 7/21/22

Tap Rock Operating, LLC

Name: W. Ryan Springmeyer

Title: CFO

ACKNOWLEDGEMENT

STATE OF COLORADO) ss.

COUNTY OF JEFFERSON)

On this 21 day of July, 2022, before me, a Notary Public for the State of Colorado, personally appeared W. Ryan Springmeyer, known to me to be the CFO of Tap Rock Operating, LLC, a Delaware limited liability company, the limited liability company that executed the foregoing instrument and acknowledged to me such company executed the same.

NICOLE KRUESEL
(SEALE)ARY PUBLIC - STATE OF COLORADO
NOTARY ID 20224012469
MY COMMISSION EXPIRES MAR 29, 2026

My Commission Expires:

Notary Public

WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

Tap Rock Resources, LLC

Date: 7/21/22

By: W. Ryan Springmeyer

Title: CFO

ACKNOWLEDGEMENT

STATE OF COLORADO

) ss.

COUNTY OF JEFFERSON)

On this 215⁺ day of 5015, 2022, before me, a Notary Public for the State of Colorado, personally appeared W. Ryan Springmeyer, known to me to be the CFO of Tap Rock Resources, LLC, a Delaware limited liability company, the limited liability company that executed the foregoing instrument and acknowledged to me such company executed the same.

NICOLE KRUESEL
STOTAR PUBLIC - STATE OF COLORADO
NOTARY ID 20224012469
MY COMMISSION EXPIRES MAR 29, 2026

My Commission Expires:

Notary Public

EXHIBIT "A"

Plat of communitized area covering 640.00 acres in E/2 of Section 9 and E/2 of Section 16, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico

<u>Well Name/No.</u> Schlitz Federal Com #204H, #213H, #233H, #234H

T 1. 8E.C	41 B	0.C.T.		1 —
Township 25 So Lea County			t	State Acreage
		USA	ct 2 JMNM 423	Federal Acreage Fee Acreage
Section 09			ACTES	Schlitz E2 Unit
	233H	213H 234H	204H	
Section 16	30-015-48027	Tract 4 ST NM V0 5711 0001 160 Acres	30-015-48023	
	4	Tract 5 ST NM V0 5710 0001 160 Acres		

EXHIBIT "B"

To Communitization Agreement dated March 1, 2022, embracing the following described land in E/2 of Section 9 and E/2 of Section 16, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico

Operator of Communitized Area: Tap Rock Operating, LLC

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

120.00

Authority for Pooling:

Lease Clauses

Lessor:

BJH Energy Holdings, LLC

Current Lessee of Record:

Tap Rock Resources, LLC

Name of Working Interest Owners:

Tap Rock Resources, LLC

ORRI Owners:

Tap Rock Minerals, LP

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

120.00

Authority for Pooling:

Lease Clauses

Lessor:

Occidental Permian Limited Partnership

Current Lessee of Record:

CARP O&G, LLC, Occidental Permian, LP

Name of Working Interest Owners:

CARP O&G, LLC, Occidental Permian, LLC

Released to Imaging: 8/13/2023 2:05:54 PM

ORRI Owners:

None

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Description of Land Committed:

Authority for Pooling: Lease Clauses

Lessor: Sharon Fairweather Jones, as her separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: None

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Sharon Fairweather Jones, as her separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: None

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Released to Imaging: 8/13/2023 2:05:54 PM

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Marcella S. vonRadesky, as her separate property

Current Lessee of Record:	Tap Rock Resources, LLC
Current Lessee of Record.	rap Rock Resources, LLC

Name of Working Interest Owners: Tap Ro	ck Resources, L	LLC
---	-----------------	-----

ORRI Owners:	Tap Rock Minerals, LI)

Description of Land Committed: Township 25 Sout	h, Range 26 East, N.M.P.M
---	---------------------------

Section	0.	SWME	NONE
SCULIOII	7.	DAMINE.	INZINE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Stewart D. Adams, as his separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Linda L. Gilbert, as her separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Released to Imaging: 8/13/2023 2:05:54 PM

Authority for Poolings	Longo Clauses
Authority for Pooling:	Lease Clauses

Lessor: Howard M. Macey, as his separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Patrick Forgey, as his separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Alanna Macey, a/k/a Lonnie Macey, as her separate

property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Released to Imaging: 8/13/2023 2:05:54 PM

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Larry G. Phillips and wife, Anne C. Phillips

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: None

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Lee Thomas Goodman, as his separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Rebecca Wilkinson, as her separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners:

Tap Rock Resources, LLC

ORRI Owners:

Tap Rock Minerals, LP

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

120.00

Authority for Pooling:

Lease Clauses

Lessor:

Estate of Vicki L. Robinson

Current Lessee of Record:

Kastleford Land Co.

Name of Working Interest Owners:

Kastleford Land Co.

ORRI Owners:

None

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

120.00

Authority for Pooling:

Lease Clauses

Lessor:

Amy Hunter, dealing in her sole and separate

property

Current Lessee of Record:

Tap Rock Resources, LLC

Name of Working Interest Owners:

Tap Rock Resources, LLC

ORRI Owners:

Tap Rock Minerals, LP

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

120.00

Released to Imaging: 8/13/2023 2:05:54 PM

Authority for Pooling:	Lagga Clauses
Authority for Pooling:	Lease Clauses

Lessor: Bonnie Nation, dealing in her sole and separate

property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Thomas Hunter, dealing in his sole and separate

property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Thelma Catherine Hutson, as his separate property

Current Lessee of Record: Tap Rock Resources, LLC

Name of Working Interest Owners: Tap Rock Resources, LLC

ORRI Owners: Tap Rock Minerals, LP

~
9
C
0
23
1
_
3
Ci.
~
\sim
54
\mathfrak{P}
3
• •
\sim
~
0
_
2
5
~
30
6
-=-
- 53
~
0
0
-
2

Md

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Robert E. Flint

Current Lessee of Record: Kathryn M. Lewis

Name of Working Interest Owners: Kathryn M. Lewis

ORRI Owners: None

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Barbara Flint Green

Current Lessee of Record: Kathryn M. Lewis

Name of Working Interest Owners: Kathryn M. Lewis

ORRI Owners: None

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Lease Clauses

Lessor: Jean E. Flint

Current Lessee of Record:

Kathryn M. Lewis

Name of Working Interest Owners:

Kathryn M. Lewis

ORRI Owners:

None

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

120.00

Authority for Pooling:

Lease Clauses

Lessor:

Janice Flint

Current Lessee of Record:

Kathryn M. Lewis

Name of Working Interest Owners:

Kathryn M. Lewis

ORRI Owners:

None

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

120.00

Authority for Pooling:

Lease Clauses

Lessor:

Marilyn Flint

Current Lessee of Record:

Kathryn M. Lewis

Name of Working Interest Owners:

Kathryn M. Lewis

ORRI Owners:

None

Description of Land Committed:

Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres:

Received by OCD: 3/3/2023 1:29:20 PM

120.00

Unleased

Lessor: Barbara Maltby Weldon, as her separate property

Current Lessee of Record: Unleased

Authority for Pooling:

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Estate of Oaty Fairweather Thompson

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Released to Imaging: 8/13/2023 2:05:54 PM

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: JKM Energy, LLC

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Township 25 South, Tunge 25 Lust, Tunin 111	Description of Land Committed:	Township 25 South, Range 26 East, N.M.P.M
---	--------------------------------	---

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: William Allen Wright, as his separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Billie Maltby McKee, as her separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Dorothy Mary Gravley, as her separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

Released to Imaging: 8/13/2023 2:05:54 PM

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Mary Ann Maltby Berry, as her separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: EnPlat III, LLC

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor:	Larimer F. "Larry" Larremore,	as his separate
---------	-------------------------------	-----------------

property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Gary G. Jones and wife, Kim Jones

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Bryan Macey, as his separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Bradley Macey, as his separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Janet Macey, as her separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Estate of Mary Elizabeth Flint, a/k/a Bessie T. Flint

Current Lessee of Record: Unleased

Received by OCD: 3/3/2023 1:29:20 PM

Name of Working	Interest Owners:	Unleased
I WILL OI II OILLIIF	, micorosc O milors.	Cilicused

ORRI Owners:	Unleased
ORRI OWIERS:	Unleased

Description of Land Committed:	Township 25 South, Range 26 East, N.M.P.N
bescription of Land Committee.	Township 25 South, Range 20 East, 19.191.1 .1

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Myrtle Maltby Combs Cook, as her separate

property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Billie Maltby McKee, as her separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Estate of Edward Chamberlin

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Estate of Gladys Fairweather Vaughn

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Estate of Charles Walter Fairweather, II

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Section 9: SWNE, N2NE

Number of Acres: 120.00

Description of Land Committed:

Authority for Pooling: Unleased

Lessor: Estate of George P. Larremore, Jr.

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Township 25 South, Range 26 East, N.M.P.M

Number of Acres: 120.00

Authority for Pooling: Unleased

Lessor: Dorothy L. Kenyon, as her separate property

Current Lessee of Record: Unleased

Name of Working Interest Owners: Unleased

ORRI Owners: Unleased

Tract No. 2

Lease Serial Number: NMNM 019423

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SENE

Number of Acres: 40.00

Current Lessee of Record: Chevron USA, Inc

Name of Working Interest Owners: Tap Rock Resources, LLC, Penroc Oil Corporation,

MEC Petroleum Corporation, Murchison Oil and

Gas, LLC

EOG Resources, Inc, Bryan Bell Family, LLC, **ORRI Owners:**

Howard A. Rubin, Inc, Rubie C. Bell Family, Limited Partnership #1, Wells Fargo, National Association, DMA, Inc, Charmar, LLC, Richard C. Deason, Thomas D. Deason, SAP, LLC, Lisa M.

Enfield, MLE, LLC

Tract No. 3

Lease Serial Number: NMNM 019836

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: NESW

Number of Acres: 40.00

Current Lessee of Record: Chevron USA, Inc

Name of Working Interest Owners: Magnum Hunter Production, Inc., Tap Rock

Resources, LLC, CARP O&G, LLC, Murchison Oil

and Gas, LLC, OXY USA, MEC Petroleum

ORRI Owners: Chevron USA, Inc

Tract No. 4

Lease Serial Number: V0-5711

Description of Land Committed: Insofar and only insofar as said lease covers:

Township 25 South, Range 26 East, N.M.P.M

Released to Imaging: 8/13/2023 2:05:54 PM

Section 16: NE

Number of Gross Acres: 160.00

Lessor: **EOG Resources**

Name of Working Interest Owners: Tap Rock Resources, LLC, CARP O&G, LLC,

OXY USA

ORRI Owners:

Tap Rock Minerals, LP, CM Royalties, OXY Y-1

Company, EOG Resources, Inc

Tract No. 5

Lease Serial Number:

V0-5710

Description of Land Committed:

Insofar and only insofar as said lease covers:

Township 25 South, Range 26 East, N.M.P.M

Section 16: NE

Number of Gross Acres:

160.00

Current Lessee of Record:

EOG Resources, Inc

Name of Working Interest Owners:

Tap Rock Resources, LLC, CARP O&G, LLC,

OXY USA

ORRI Owners:

Tap Rock Minerals, LP, CM Royalties, OXY Y-1

Company, EOG Resources, Inc

RECAPITULATION

No.	No. of Acres Committed	Percentage of Interest Tract in Communitized Area
1	120.00	18.7500%
2	40.00	6.2500%
3	160.00	25.0000%
4	160.00	25.0000%
5	160.00	25.0000%
Total	640.00	100.0000%

Federal Communitization Agreement

Contract	No.		

THIS AGREEMENT entered into as of the 1st day of September, 2022, by and between the parties subscribing, ratifying, or consenting hereto, such parties being hereinafter referred to as "parties hereto."

WITNESSETH:

WHEREAS, the Act of February 25, 1920 (41 Stat. 437), as amended and supplemented, authorizes communitization or drilling agreements communitizing or pooling a Federal oil and gas lease, or any portion thereof, with other lands, whether or not owned by the United States, when separate tracts under such Federal lease cannot be independently developed and operated in conformity with an established well-spacing program for the field or area and such communitization or pooling is determined to be in the public interest; and

WHEREAS, the parties hereto own working, royalty or other leasehold interests, or operating rights under the oil and gas leases and lands subject to this agreement which cannot be independently developed and operated in conformity with the well-spacing program established for the field or area in which said lands are located; and

WHEREAS, the parties hereto desire to communitize and pool their respective mineral interests in lands subject to this agreement for the purpose of developing and producing communitized substances in accordance with the terms and conditions of this agreement:

NOW, THEREFORE, in consideration of the premises and the mutual advantages to the parties hereto, it is mutually covenanted and agreed by and between the parties hereto as follows:

1. The lands covered by this agreement (hereinafter referred to as "communitized area") are described as follows:

Township 25 South, Range 26 East, N.M.P.M.

Section 9: E2 Section 16: E2

Eddy County, New Mexico

Containing **640.00** acres, and this agreement shall include only the **Bone Spring Formation** underlying said lands and the oil and gas hereafter referred to as "communitized substances," producible from such formation.

Received by OCD: 3/3/2023 1:29:20 PM

- 2. Attached hereto, and made a part of this agreement for all purposes is Exhibit "A", a plat designating the communitized area and, Exhibit "B", designating the operator of the communitized area and showing the acreage, percentage and ownership of oil and gas interests in all lands within the communitized area, and the authorization, if any, for communitizing or pooling any patented or fee lands within the communitized area.
- The Operator of the communitized area shall be **Tap Rock Operating, LLC, 523 Park Point Drive, Suite 200, Golden, CO, 80401**. All matters of operations shall be governed by the operator under and pursuant to the terms and provisions of this agreement. A successor operator maybe designated by the owners of the working interest in the communitized area and four (4) executed copies of a designation of successor operator shall be filed with the Authorized Officer.
- 4. Operator shall furnish the Secretary of the Interior, or his authorized representative, with a log and history of any well drilled on the communitized area, monthly reports of operations, statements of oil and gas sales and royalties and such other reports as are deemed necessary to compute monthly the royalty due the United States, as specified in the applicable oil and gas operating regulations.
- 5. The communitized area shall be developed and operated as an entirety, with the understanding and agreement between the parties hereto that all communitized substances produced there from shall be allocated among the leaseholds comprising said area in the proportion that the acreage interest of each leasehold bears to the entire acreage interest committed to this agreement.

If the communitized area approved in this Agreement contains unleased Federal lands, the value of 1/8th or 12 ½ percent for the Federal lands, of the production that would be allocated to such Federal lands, described above, if such lands were leased, committed and entitled to participation, shall be payable as compensatory royalties to the Federal government. The remaining 7/8th should be placed into an escrow account set up by the operator. Parties to the Agreement holding working interest in committed leases within the applicable communitized area are responsible for such royalty payments on the volume of the production reallocated from the unleased Federal lands to their communitized tracts as set forth in Exhibit "B" attached hereto. The value of such production subject to the payment of said royalties shall be determined pursuant to the method set forth in 30 CFR Part 1206 for the unleased Federal lands. Payment of compensatory royalties on the production reallocated from the unleased Federal lands to the committed tracts within the communitized area shall fulfill the Federal royalty obligation for such production. Payment of compensatory royalties, as provided herein, shall accrue

from the date the committed tracts in the communitized area that includes unleased Federal land receive a production allocation, and shall be due and payable by the last day of the calendar month next following the calendar month of actual production. Payment due under this provision shall end when the Federal tract is leased or when production of communitized substances ceases within the communitized area and the Communitization Agreement is terminated, whichever occurs first.

Any party acquiring a Federal lease of the unleased Federal lands included in the communitized area established hereunder, will be subject to this Agreement as of the effective date of the Federal leases to said party (ies). Upon issuance of the Federal lease and payment of its proportionate cost of the well, including drilling, completing and equipping the well, the acquiring party (ies) shall own the working interest described in the Tract, as described on Exhibit "B", and shall have the rights and obligations of said working interest as to the effective date of the Federal Lease.

- 6. The royalties payable on communitized substances allocated to the individual leases comprising the communitized area and the rentals provided for in said leases shall be determined and paid on the basis prescribed in each of the individual leases. Payments of rentals under the terms of leases subject to this agreement shall not be affected by this agreement except as provided for under the terms and provisions of said leases or as may herein be otherwise provided. Except as herein modified and changed, the oil and gas leases subject to this agreement shall remain in full force and effect as originally made and issued. It is agreed that for any Federal lease bearing a sliding- or step-scale rate of royalty. such rate shall be determined separately as to production from each communitization agreement to which such lease may be committed, and separately as to any noncommunitized lease production, provided, however, as to leases where the rate of royalty for gas is based on total lease production per day, such rate shall be determined by the sum of all communitized production allocated to such a lease plus any noncommunitized lease production.
- 7. There shall be no obligation on the lessees to offset any well or wells completed in the same formation as covered by this agreement on separate component tracts into which the communitized area is now or may hereafter be divided, nor shall any lessee be required to measure separately communitized substances by reason of the diverse ownership thereof, but the lessees hereto shall not be released from their obligation to protect said communitized area from drainage of communitized substances by a well or wells which may be drilled offsetting said area.
- 8. The commencement, completion, continued operation, or production of a well or wells for communitized substances on the communitized area shall be construed and considered as the commencement, completion, continued operation, or production on each and all of the lands within and comprising said communitized

- area, and operations or production pursuant to this agreement shall be deemed to be operations or production as to each lease committed hereto.
- 9. Production of communitized substances and disposal thereof shall be in conformity with allocation, allotments, and quotas made or fixed by any duly authorized person or regulatory body under applicable Federal or State statutes. This agreement shall be subject to all applicable Federal and State laws or executive orders, rules and regulations, and no party hereto shall suffer a forfeiture or be liable in damages for failure to comply with any of the provisions of this agreement if such compliance is prevented by, or if such failure results from, compliance with any such laws, orders, rules or regulations.
- 10. The date of this agreement is September 1, 2022, and it shall become effective as of this date or from the onset of production of communitized substances, whichever is earlier upon execution by the necessary parties, notwithstanding the date of execution, and upon approval by the Secretary of the Interior or by his duly authorized representative, and shall remain in force and effect for a period of 2 years and for as long as communitized substances are, or can be, produced from the communitized area in paying quantities: Provided, that prior to production in paying quantities from the communitized area and upon fulfillment of all requirements of the Secretary of the Interior, or his duly authorized representative, with respect to any dry hole or abandoned well, this agreement may be terminated at any time by mutual agreement of the parties hereto. This agreement shall not terminate upon cessation of production if, within 60 days thereafter, reworking or drilling operations on the communitized area are commenced and are thereafter conducted with reasonable diligence during the period of nonproduction. The 2year term of this agreement will not in itself serve to extend the term of any Federal lease which would otherwise expire during said period.
- The covenants herein shall be construed to be covenants running with the land with respect to the communitized interests of the parties hereto and their successors in interests until this agreement terminates and any grant, transfer, or conveyance of any such land or interest subject hereto, whether voluntary or not, shall be and hereby is conditioned upon the assumption of all obligations hereunder by the grantee, transferee, or other successor in interest, and as to Federal land shall be subject to approval by the Secretary of the Interior, or his duly authorized representative.
- 12. It is agreed between the parties hereto that the Secretary of the Interior, or his duly authorized representative, shall have the right of supervision over all Fee and State mineral operations within the communitized area to the extent necessary to monitor production and measurement, and assure that no avoidable loss of hydrocarbons occur in which the United States has an interest pursuant to applicable oil and gas regulations of the Department of the Interior relating to such production and measurement.

14. This agreement may be executed in any number of counterparts, no one of which needs to be executed by all parties, or may be ratified or consented to by separate instrument, in writing, specifically referring hereto, and shall be binding upon all parties who have executed such a counterpart, ratification or consent hereto with the same force and effect as if all parties had signed the same document.

Nondiscrimination. In connection with the performance of work under this agreement, the operator agrees to comply with all the provisions of Section 202(1) to (7) inclusive, of Executive Order 11246 (30F.R. 12319), as amended, which are hereby incorporated by reference in this agreement.

IN WITNESS WHEREOF, the parties hereto have executed this agreement as of the day and year first above written and have set opposite their respective names the date of execution.

Operator:

Tap Rock Operating, LLC

Date: 2 8 2023

Name: Clayton Sporich

Title: EVP - Land & Legal

ACKNOWLEDGEMENT

STATE OF COLORADO) ss. COUNTY OF JEFFERSON)

On this day of House, 2023, before me, a Notary Public for the State of Colorado, personally appeared Clayton Sporich, known to me to be the EVP – Land & Legal of Tap Rock Operating, LLC, a Delaware limited liability company, the limited liability company that executed the foregoing instrument and acknowledged to me such company executed the same.

(SEAL)

10 29 2026 My Commission Expires: Notary Public

TIARA PRESTON NOTARY PUBLIC - STATE OF COLORADO NOTARY ID 20214042743 MY COMMISSION EXPIRES OCT 29, 2025 Received by OCD: 3/3/2023 1:29:20 PM

WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

I, the undersigned, hereby certify, on behalf of **Tap Rock Operating**, **LLC**, Operator of this Communitization Agreement, that all working interest owners (i.e., lessees of record and operating rights owners) shown on Exhibit B attached to this Agreement are, to the best of my knowledge, the working interest owners of the leases subject to this Agreement, and that the written consents of all of the named owners have been obtained and will be made available to the BLM immediately upon request.

Operator:

Tap Rock Operating, LLC

Date: 28 2023

Name: Clayton Sporich

Title: EVP - Land & Legal

ACKNOWLEDGEMENT

STATE OF COLORADO

) ss.

COUNTY OF JEFFERSON)

On this And day of Flowary 2023, before me, a Notary Public for the State of Colorado, personally appeared Clayton Sporieh, known to me to be the EVP – Land & Legal of Tap Rock Operating, LLC, a Delaware limited liability company, the limited liability company that executed the foregoing instrument and acknowledged to me such company executed the same.

(SEAL)

My Commission Expires:

Notary Public

TIARA PRESTON NOTARY PUBLIC - STATE OF COLORADO NOTARY ID 20214042743 MY COMMISSION EXPIRES OCT 29, 2025 Received by OCD: 3/3/2023 1:29:20 PM

WORKING INTEREST OWNERS AND/OR LESSEES OF RECORD

Tap Rock Resources, LLC

Date: 28 2023

Name: Clayton Sporich Title: EVP - Land & Legal

ACKNOWLEDGEMENT

STATE OF COLORADO

) ss.

COUNTY OF JEFFERSON)

On this day of colorado, 2023, before me, a Notary Public for the State of Colorado, personally appeared Clayton Sporich, known to me to be the EVP - Land & Legal of Tap Rock Resources, LLC, a Delaware limited liability company, the limited liability company that executed the foregoing instrument and acknowledged to me such company executed the same.

(SEAL)

My Commission Expires:

Notary Public

TIARA PRESTON NOTARY PUBLIC - STATE OF COLORADO NOTARY ID 20214042743

EXHIBIT "A"

Plat of communitized area covering 640.00 acres in E2 of Section 9 and E2 of Section 16, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico

Well Name/No.
Schlitz Federal Com #156H, #158H

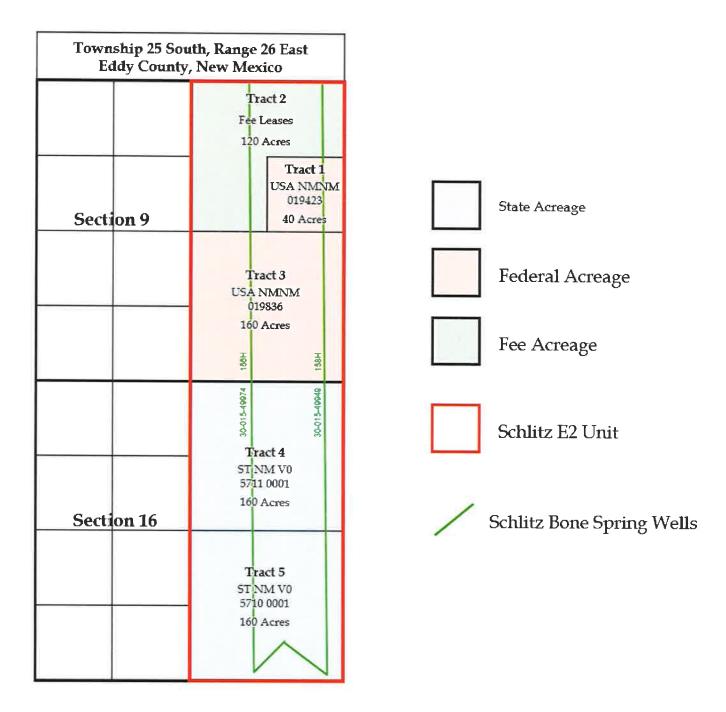


EXHIBIT "B"

To Communitization Agreement dated **September 1, 2022**, embracing the following described land in E2 of Section 9 and E2 of Section 16, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico

Operator of Communitized Area: Tap Rock Operating, LLC

DESCRIPTION OF LEASES COMMITTED

Tract No. 1

Lease Serial Number: NMNM 019423

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SENE

Number of Acres: 40.00

Current Lessee of Record: Murchison Oil & Gas Inc. (50%); EOG Resources

Inc. (50%)

Name of Working Interest Owners: Penroc Oil Corporation (50%); MEC Petroleum

Corp. (5%); Murchison Oil and Gas, LLC (45%)

Tract No. 2

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SWNE, N2NE

Number of Acres: 120.00

Authority for Pooling: Fee Leases

Lessor: Fee Leases

Tract No. 3

Lease Serial Number: NMNM 019836

Description of Land Committed: Township 25 South, Range 26 East, N.M.P.M

Section 9: SE

Number of Acres: 160.00

Current Lessee of Record: Chevron U.S.A., Inc. (100%)

Name of Working Interest Owners: Tap Rock Resources (18.93%); Magnum Hunter

Production, Inc. (62.50%); Oxy USA WTP Limited Partnership (9.40%); Oxy Y-1 Company (2.92%); MEC Petroleum Corp. (0.63%); Murchison Oil and

Gas, LLC (5.62%)

Tract No. 4

Lease Serial Number: V0-5711

Description of Land Committed: Insofar and only insofar as said lease covers:

Township 25 South, Range 26 East, N.M.P.M

Section 16: NE

Number of Acres: 160.00

Current Lessee of Record: EOG Resources, Inc.

Lessor: State of New Mexico

Name of Working Interest Owners: Tap Rock Resources, LLC; Oxy USA WTP Limited

Partnership; Oxy Y-1 Company

Tract No. 5

Lease Serial Number: V0-5710

Description of Land Committed: Insofar and only insofar as said lease covers:

Township 25 South, Range 26 East, N.M.P.M

Section 16: SE

Number of Acres: 160.00

Current Lessee of Record: EOG Resources, Inc

Name of Working Interest Owners: Tap Rock Resources, LLC; Oxy USA WTP Limited

Partnership; Oxy Y-1 Company

RECAPITULATION

No.	No. of Acres Committed	Percentage of Interest Tract in Communitized Area
1	120.00	18.7500%
2	40.00	6.2500%
3	160.00	25.0000%
4	160.00	25.0000%
5	160.00	25.0000%
Total	640.00	100.0000%



Number: 6030-22120303-001A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Dec. 30, 2022 Alex Batista

Taprock 602 Park Point Drive Ste. 200

Golden, CO 80401

Station Name: Money Graham FC 126H Sampled By: JB

Station Number: 7060732 Sample Of: Gas Spot Sample Point: Meter Run Sample Date: 12/22/2022

Sample Conditions: 119.9 psig, @ 81.4 °F Ambient: 38 °F Formation: Spot Eddy, NM 12/22/2022 County: Effective Date: Type of Sample: Spot-Cylinder Method: **GPA 2286**

Heat Trace Used: N/A Cylinder No: 1111-009609

Sampling Method: Fill and Purge Instrument: 6030_GC2 (Agilent GC-7890B)

Sampling Company: SPL Last Inst. Cal.: 12/21/2022 15:34 PM

Analyzed: 12/30/2022 09:15:07 by EBH

Analytical Data

Components	Un-normalized Mol %	Mol. %	Wt. %	GPM at 14.73 psia		
Nitrogen	1.161	1.184	1.403		GPM TOTAL C2+	7.750
Methane	70.711	72.094	48.924		GPM TOTAL C3+	4.202
Carbon Dioxide	0.205	0.209	0.389		GPM TOTAL iC5+	1.253
Ethane	12.955	13.208	16.800	3.548		
Propane	6.828	6.961	12.984	1.926		
Iso-butane	0.920	0.938	2.306	0.309		
n-Butane	2.211	2.254	5.542	0.714		
Iso-pentane	0.556	0.567	1.730	0.208		
n-Pentane	0.631	0.643	1.962	0.235		
Hexanes Plus	1.905	1.942	7.960	0.810		
	98.083	100.000	100.000	7.750		
Calculated Physical	To	tal	C6+			
Relative Density Rea	l Gas	0.81	96	3.3380		
Calculated Molecular	r Weight	23	.64	96.68		
Compressibility Factor	or	0.99	954			
GPA 2172 Calculation	on:					
Calculated Gross B	TU per ft ³ @ 14.73 ps	sia & 60°F				
Real Gas Dry BTU		14	100	5177		
Water Sat. Gas Base BTU		13	375	5087		
Ideal, Gross HV - Dry at 14.73 psia		139	3.0	5176.7		
Ideal, Gross HV - We	et ·	136	8.8	0.000		
Net BTU Wet Gas - r	eal gas	12	251			

Hydrocarbon Laboratory Manager

The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality assurance, unless otherwise stated.

Quality Assurance:



Number: 6030-22120303-001A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Alex Batista Dec. 30, 2022

Taprock 602 Park Point Drive Ste. 200 Golden, CO 80401

Station Name: Money Graham FC 126H

Station Number: 7060732 Sample Point: Meter Run Formation: Spot County: Eddy. NM

County: Eddy, NM Type of Sample: Spot-Cylinder

Heat Trace Used: N/A

Sampling Method: Fill and Purge

Sampled By: JB

Sample Of: Gas Spot Sample Date: 12/22/2022

Sample Conditions: 119.9 psig, @ 81.4 °F

Method: GPA 2286 Cylinder No: 1111-009609

Analyzed: 12/30/2022 09:13:05 by EBH

Sampling Company: SPL

Analytical Data

Components	Mol. %	Wt. %	GPM at 14.73 psia	
Hydrogen Sulfide	0.000	0.000		
Nitrogen	1.184	1.403		
Methane	72.094	48.924		
Carbon Dioxide	0.209	0.389		
Ethane	13.208	16.800	3.548	
Propane	6.961	12.984	1.926	
Iso-Butane	0.938	2.306	0.309	
n-Butane	2.254	5.542	0.714	
Iso-Pentane	0.567	1.730	0.208	
n-Pentane	0.643	1.962	0.235	
i-Hexanes	0.286	1.018	0.115	
n-Hexane	0.206	0.756	0.085	
Benzene	0.087	0.285	0.024	
Cyclohexane	0.224	0.810	0.078	
i-Heptanes	0.302	1.195	0.124	
n-Heptane	0.105	0.445	0.049	
Toluene	0.094	0.368	0.032	
i-Octanes	0.366	1.635	0.162	
n-Octane	0.038	0.180	0.019	
Ethylbenzene	0.009	0.043	0.004	
Xylenes	0.047	0.219	0.018	
i-Nonanes	0.085	0.418	0.042	
n-Nonane	0.021	0.112	0.012	
Decanes Plus	0.072	0.476	0.046	
	100.000	100.000	7.750	



Number: 6030-22120303-001A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Alex Batista Dec. 30, 2022

Taprock 602 Park Point Drive Ste. 200 Golden, CO 80401

Station Name: Money Graham FC 126H Sampled By: JB

Station Number: 7060732 Sample Of: Gas Spot
Sample Point: Meter Run Sample Date: 12/22/2022
Formation: Spot Sample Conditions: 119.9 psig, @ 81.4 °F

County: Eddy, NM Method: GPA 2286
Type of Sample: Spot-Cylinder Cylinder No: 1111-009609

Heat Trace Used: N/A Analyzed: 12/30/2022 09:13:05 by EBH

Sampling Method: Fill and Purge Sampling Company: SPL

Calculated Physical Properties	Total	C10+	
Calculated Molecular Weight	23.64	157.93	
GPA 2172 Calculation:			
Calculated Gross BTU per ft ³ @ 14.73 p	sia & 60°F		
Real Gas Dry BTU	1399.6	8545.4	
Water Sat. Gas Base BTU	1375.2	8357.6	
Relative Density Real Gas	0.8196	5.4527	
Compressibility Factor	0.9954		
Ideal, Gross HV - Wet	1368.8		
Ideal, Gross HV - Dry at 14.73 psia	1393.0		
Net BTU Dry Gas - real gas	1274		
Net BTU Wet Gas - real gas	1251		

Bulg &

Hydrocarbon Laboratory Manager

The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality assurance, unless otherwise stated.

Quality Assurance:



Number: 6030-22100073-003A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Alex Batista Taprock

602 Park Point Drive

Ste. 200

Golden, CO 80401

Station Name: Schlitz Fed Com 213H

Station Number: 7060650 Sample Point: Meter Run Formation: Spot

Eddy, NM County: Type of Sample: Spot-Cylinder

Heat Trace Used: N/A

Sampling Method: Fill and Purge

Sampling Company: SPL

Sampled By: Freddy Palomino Sample Of: Gas Spot

Sample Date: 10/06/2022

Sample Conditions: 118.8 psig, @ 103.3 °F Ambient: 62 °F

Oct. 11, 2022

10/06/2022 Effective Date: **GPA 2286** Method: Cylinder No: 5030-01747

Instrument: 6030_GC2 (Agilent GC-7890B)

Last Inst. Cal.: 09/12/2022 12:00 PM

Analyzed: 10/11/2022 07:24:32 by EBH

Analytical Data

Components	Un-normalized Mol %	Mol. %	Wt. %	GPM at 14.73 psia		
Nitrogen	0.949	0.966	1.153		GPM TOTAL C2+	7.676
Methane	71.416	72.714	49.700		GPM TOTAL C3+	4.116
Carbon Dioxide	0.121	0.123	0.231		GPM TOTAL iC5+	1.186
Ethane	13.020	13.256	16.983	3.560		
Propane	6.637	6.757	12.695	1.869		
Iso-butane	0.953	0.970	2.402	0.319		
n-Butane	2.300	2.342	5.800	0.742		
Iso-pentane	0.543	0.553	1.700	0.203		
n-Pentane	0.661	0.673	2.069	0.245		
Hexanes Plus	1.617	1.646	7.267	0.738		
	98.217	100.000	100.000	7.676		
Calculated Physical Properties		To	otal	C6+		
Relative Density Rea	l Gas	0.8	134	3.5566		
Calculated Molecular	Weight	23	.47	103.01		
Compressibility Factor	or	0.99	954			
GPA 2172 Calculation	on:					
Calculated Gross B	TU per ft ³ @ 14.73 ps	sia & 60°F				
Real Gas Dry BTU		13	397	5557		
Water Sat. Gas Base BTU		13	373	5461		
Ideal, Gross HV - Dry at 14.73 psia		139	0.5	5557.2		
Ideal, Gross HV - We	et	136	6.3	0.000		
Net BTU Wet Gas - re	eal gas	12	249			

Hydrocarbon Laboratory Manager

The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality

assurance, unless otherwise stated.

Quality Assurance:



Number: 6030-22100073-003A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Alex Batista Taprock 602 Park Point Drive

Ste. 200

Golden, CO 80401

Station Name: Schlitz Fed Com 213H

Station Number: 7060650
Sample Point: Meter Run
Formation: Spot
County: Eddy, NM

County: Eddy, NM Type of Sample: Spot-Cylinder

Heat Trace Used: N/A

Sampling Method: Fill and Purge

Sampled By: Freddy Palomino Sample Of: Gas Spot Sample Date: 10/06/2022

Sample Conditions: 118.8 psig, @ 103.3 °F

Method: GPA 2286 Cylinder No: 5030-01747

Analyzed: 10/11/2022 07:23:36 by EBH

Oct. 11, 2022

Sampling Company: SPL

Analytical Data

			Analytic	our Data
Components	Mol. %	Wt. %	GPM at 14.73 psia	
Hydrogen Sulfide	0.000	0.000		
Nitrogen	0.966	1.153		
Methane	72.714	49.700		
Carbon Dioxide	0.123	0.231		
Ethane	13.256	16.983	3.560	
Propane	6.757	12.695	1.869	
Iso-Butane	0.970	2.402	0.319	
n-Butane	2.342	5.800	0.742	
Iso-Pentane	0.553	1.700	0.203	
n-Pentane	0.673	2.069	0.245	
i-Hexanes	0.263	0.948	0.106	
n-Hexane	0.190	0.705	0.079	
Benzene	0.010	0.037	0.003	
Cyclohexane	0.106	0.378	0.036	
i-Heptanes	0.268	1.068	0.110	
n-Heptane	0.096	0.409	0.044	
Toluene	0.027	0.106	0.009	
i-Octanes	0.292	1.334	0.132	
n-Octane	0.044	0.216	0.023	
Ethylbenzene	0.003	0.018	0.001	
Xylenes	0.048	0.212	0.018	
i-Nonanes	0.103	0.537	0.052	
n-Nonane	0.038	0.206	0.021	
Decanes Plus	0.158	1.093	0.104	
	100.000	100.000	7.676	



Number: 6030-22100073-003A

Artesia Laboratory 200 E Main St. Artesia, NM 88210 Phone 575-746-3481

Alex Batista Taprock

602 Park Point Drive Ste. 200 Golden, CO 80401

Station Name: Schlitz Fed Com 213H

Station Number: 7060650 Sample Point: Meter Run

Formation: Spot Eddy, NM County:

Type of Sample: Spot-Cylinder

Heat Trace Used: N/A

Sampling Method: Fill and Purge

Sampled By: Freddy Palomino Sample Of: Gas Spot Sample Date:

10/06/2022

Sample Conditions: 118.8 psig, @ 103.3 °F

Method: GPA 2286 Cylinder No: 5030-01747

Analyzed: 10/11/2022 07:23:36 by EBH

Oct. 11, 2022

Sampling Company: SPL

Calculated Physical Properties	Total	C10+
Calculated Molecular Weight	23.47	158.07
GPA 2172 Calculation:		
Calculated Gross BTU per ft ³ @ 14.73 p	sia & 60°F	
Real Gas Dry BTU	1396.9	8547.5
Water Sat. Gas Base BTU	1372.6	8360.4
Relative Density Real Gas	0.8134	5.4576
Compressibility Factor	0.9954	
Ideal, Gross HV - Wet	1366.3	
Ideal, Gross HV - Dry at 14.73 psia	1390.5	
Net BTU Dry Gas - real gas	1271	
Net BTU Wet Gas - real gas	1249	

Hydrocarbon Laboratory Manager

The above analyses are performed in accordance with ASTM, UOP, GPA guidelines for quality assurance, unless otherwise stated.

Quality Assurance:

TAP ROCK RESOURCES, LLC

Exhibit B

523 PARK POINT DRIVE, SUITE 200 - GOLDEN, COLORADO 80401



March 3, 2023

Engineering Bureau New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Re: Application for Pool Commingling and Off-lease Storage, Measurement, and Marketing of Oil and Gas Production.

To whom it may concern,

I certify that as of the date below, the ownership in the lands and pools referenced in this commingling application is identical as defined in 19.15.12.7 NMAC.

Respectfully submitted,

TAP ROCK OPERATING, LLC

Chad Matney

Landman

cmatney@taprk.com

303-551-5094

3/3/23

Date

Exhibit C

OWNER NUMBER		ADDRESS	ADDRESS2	CITY	STATE_ID	
353 355	TAP ROCK RESOURCES LLC TAP ROCK MINERALS LP	523 PARK POINT DRIVE 523 PARK POINT DR STE 200	SUITE 200	GOLDEN GOLDEN	CO CO	80401 80401
1076	OFFICE OF NATURAL RESOURCES REVENUE	PO BOX 25627		DENVER	CO	80225-0627
1164	COMMISSIONER OF PUBLIC LANDS	PO BOX 23027 PO BOX 1148		SANTA FE	NM	87504-1148
1205	OXY USA WTP LP	5 GREENWAY PLAZA STE 110		HOUSTON	TX	77046
1265	MAGNUM HUNTER PRODUCTION INC	600 N MARIENFELD ST	SUITE 600	MIDLAND	TX	79701
1360	CHEVRON USA INC	1400 SMITH ST		HOUSTON	TX	77002
1458	MEC PETROLEUM CORPORATION	PO BOX 11265		MIDLAND	TX	79702
1883	MURCHISON OIL AND GAS LLC	7250 DALLAS PARKWAY, SUITE 1400		PLANO	TX	75024
2684	OCCIDENTAL PERMIAN LP	5 EAST GREENWAY PLAZA #110		HOUSTON	TX	77046
3616	MASON OAKS ENERGY HOLDINGS LLC	6125 LUTHER LANE	SUITE 188	DALLAS	TX	75225
3732	LINDA L GILBERT	6111 LOS HERMANOS COURT NE		ALBUQUERQUE	NM	87111
3733	BJH ENERGY HOLDINGS LLC	7144 E 1ST AVENUE		SCOTTSDALE	AZ	85251
3734	HOWARD M MACEY	610 JEFFERSON ST		LANDER	WY	82520
3744	ALANNA MARTINE MACEY	675 1/2 LINCOLN ST		LANDER	WY	82520
3745 3746	MARCELLA S VONRADESKY REBECCA WILKINSON	1182 VICKSBURG ST 53406 APPLETON RD		DELTONA MILTON FREEWATER	FL OR	32725 97862
3747	STEWART D ADAMS	128 POINT FOSDICK CIRCLE NW		GIG HARBOR	WA	98335
3754	LEE THOMAS GOODMAN	247 NW 8TH AVE		MILTON FREEWATER	OR	97862
3778	SHARON JONES	PO BOX 67		LLANO	TX	78643
3779	BEXP II ALPHA LLC	5914 W COURTYARD DRIVE	SUITE 340	AUSTIN	TX	78730
3780	BEXP II OMEGA LLC	5914 W COURTYARD DRIVE	SUITE 340	AUSTIN	TX	78730
3781	CARP O&G LLC	312 S WEBER ST	SUITE 260	COLORADO SPRINGS	CO	80903
3831	NILO OPERATING COMPANY	PO BOX 4362		HOUSTON	TX	77210
3832	OXY Y 1 COMPANY	PO BOX 841803		DALLAS	TX	75284-1803
3850	STEVEN RAY WRIGHT	5062 ARENA DR		LAS CRUCES	NM	88012-0643
3870	AMY L HUNTER	785 FREMONT STREET		LANDER	WY	82520
3871	BONNIE NATION	712 LANE 12 1/2		LOVELL	WY	82431
3872	THOMAS M HUNTER	1060 SOUTH 2ND ST		LANDER	WY	82520
3873	THELMA CATHERINE HUTSON	4101 SW 45 #707		AMARILLO	TX	79019
3901	BILLIE E. MCKEE	1084 HERMES AVE		ENCINITAS	CA	92024
3953	KASTLEFORD LAND CO	PO BOX 51540		MIDLAND	TX	79710
3957	JKM ENERGY LLC	26 E COMPRESS RD PO BOX 2078		ARTESIA	NM TX	88210 79604
3961 3963	ENPLAT III LLC GARY G JONES	PO BOX 2078 PO BOX 4380		ABILENE HORSESHOE BAY	TX	78657
3983	VICKI L ROBINSON ESTATE	8341 WAKEFIELD AVE		PANORAMA CITY	CA	91402
3984	ROBERT E FLINT	7425 S JAMESTOWN AVE		TULSA	OK	74136
3985	BARBARA E GREEN	5751 BOB SMITH AVE		PLANT CITY	FL	33565
3986	JEAN E FLINT	43526 LITTLE VEGAS DR		HAMMOND	LA	70403
3987	JANICE FLINT	3789 LA DONNA AVE		PALO ALTO	CA	94306
3988	MARILYN FLINT	PO BOX 160746		BIG SKY	MT	59716
3989	OSPREY OIL AND GAS II LLC	707 N CARRIZO ST		MIDLAND	TX	79701
3990	CM ROYALTIES LP	306 WEST WALL ST	STE 500	MIDLAND	TX	79701
4015	JAMES M LARREMORE III	1044 PARKVIEW DR WAY		SALADO	TX	76571
4016	KIM D EDGAR	559 SANDY MOUNTAIN DR		SUNRISE BEACH	TX	78643
4077	LGP HOLDINGS LLC	PO BOX 2197		MIDLAND	TX	79702-2197
3955	BARBARA MALTBY WELDON ESTATE	21228 GARY DR		CASTRO VALLEY	CA	94546
3956	THE ESTATE OF OATY FAIRWEATHER THOMPSON	PO BOX 489	APT 321	SABINAL	TX	78881
3958	WILLIAM ALLEN WRIGHT DOROTHY MARY GRAVLEY	1005 W WILKENSON DR 2432 CAMBRIDGE		ORO VALLEY	AZ	85737
3959 3960	MARY ANN MALTBY BERRY ESTATE	4602 STONEBRIDGE W		ODESSA ST JOSEPH	TX MO	79761 64505
3962	LARIMER F LARREMORE ESTATE	5051 BOOTHILL	SUITE 350	WEST VALLEY	UT	84120
3964	BRYAN MACEY	1622 KIRKOLM DR	30111 330	RAWLINS	WY	82301
3965	BRADLEY MACEY	2001 FULTON ST		AURORA	со	80010
3966	JANET MACEY ESTATE	1622 KIRKOLM DR	APT 15	RAWLINS	WY	82301
3968	MYRTLE MALTBY COMBS COOK	181 N PIXLEY		ORANGE	CA	92668
3969	ESTATE OF EDWARD CHAMBERLIN	1502 JAMES PLACE		GOSHEN	IN	46526
3970	GLADYS FAIRWEATHER VAUGHN HEIRS	502 VENTURA COURT		LADY LAKE	FL	32159
3972	ESTATE OF GEORGE P LARREMORE JR	1750 N PINES	SUITE 103 PMB 198		ID	83854
3973	DOROTHY L KENYON	1000 SHILOH DR	NO G4	SPRINGFIELD	TN	37172
1480	WPX ENERGY PERMIAN, LLC	333 WEST SHERIDAN AVE		OKLAHOMA CITY	OK	73102
2025	MRC PERMIAN COMPANY	5400 LYNDON B JOHNSON FWY STE 1500		DALLAS	TX	75240-1017
3097	SHRADER ENTERPRISES LP	3349 SOUTH ST PAUL		WICHITA	KS	67217-1628
3491	AMERICAWEST RESOURCES LLC	PO BOX 3383		MIDLAND	TX	79702
3492	SUNCREST RESOURCES LLC	PO BOX 164812		FORT WORTH MIDLAND	TX	76161
3493 3869	SPEYSIDE RESOURCES LLC BLACK MAGIC #2 LLC	PO BOX 10458 1720 S BELLAIRE ST	SUITE 1209	DENVER	TX CO	79702 80222
3874	JANET J TIDWELL	610 FM 114	JUIL 1207	DE KALB	TX	75559
3879	DIANA P HAMMONDS	108 SHARLOTTE DR		NEW BOSTON	TX	75570
3883	SOURCE ENERGY PERMIAN II LLC	16400 DALLAS PKWY	STE 400	DALLAS	TX	75248
3888	NANCY BETH PARKS	9241 ELM TREE CIR		TYLER	TX	75703
3980	JAMES L THOMAS	904 HERMOSA DR NE		ALBUQUERQUE	NM	87110
3981	FEATHERSTONE DEVELOPMENT CORPORATION	PO BOX 429		ROSWELL	NM	88202
3982	ROSS DUNCAN PROPERTIES LLC	1404 W MAIN ST		ARTESIA	NM	88210
4013	CHARLES WALTER FAIRWEATHER III ESTATE	NO ADDRESS				
4014	KAYE FAIRWEATHER MIXON ESTATE	NO ADDRESS				
4082	ALLISON MARIE GRAVLEY	2100 HYLAN DR, APT 1		ROCHESTER	NY	14623
4083	ROBERT C KENYON ESTATE	NO ADDRESS				
NEW	CIBOLO OIL & GAS LLC	3600 BEE CAVE RD, STE 102		WEST LAKE HILLS	TX	78746

523 PARK POINT DRIVE, SUITE 200 - GOLDEN, COLORADO 80401

MICHAEL RODRIGUEZ - ATTORNEY MDRODRIGUEZ@TAPRK.COM



March 3, 2023

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO ALL AFFECTED PARTIES

Re: Application for Pool Commingling and Off-lease Storage, Measurement, and Marketing of Oil and Gas Production.

To whom it may concern:

Enclosed is a copy of the above-referenced application filed with the New Mexico Oil Conservation Division ("Division") on this date by Tap Rock Operating, LLC ("Tap Rock") (OGRID No. 372043). Any objection to this application must be filed in writing within twenty days from this date at the Division's Santa Fe office located at 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, the Division may administratively approve this application.

This notice is to advise you that the enclosed application for pool and surface commingling applies to the wells listed in the application. In accordance with Rule 19.15.12.10(C)(4)(g) NMAC, Tap Rock requests the option to include additional pools or leases within the defined parameters set forth in the Order for future additions.

If you have any questions about this application, please contact me at (720) 245-2606 or mdrodriguez@taprk.com.

Thank you,

/s/ Michael Rodriguez
Michael Rodriguez
Staff Attorney
Tap Rock Operating, LLC

From: McClure, Dean, EMNRD on behalf of Engineer, OCD, EMNRD

To: <u>Michael Rodriguez</u>

Cc: McClure, Dean, EMNRD; Rikala, Ward, EMNRD; Wrinkle, Justin, EMNRD; Powell, Brandon, EMNRD; Paradis, Kyle O;

Walls, Christopher; Lamkin, Baylen L.; Dawson, Scott

Subject:Approved Administrative Order PLC-900Date:Sunday, August 13, 2023 1:47:51 PM

Attachments: PLC900 Order.pdf

NMOCD has issued Administrative Order PLC-900 which authorizes Tap Rock Operating, LLC (372043) to surface commingle or off-lease measure, as applicable, the following wells:

Well API	Well Name	UL or Q/Q	S-T-R	Pool
30-015-49974	Schlitz Federal Com #156H	E/2	9-25S-26E	97494
30-015-49974	Schitz Federal Com #150H	E/2	16-25S-26E	9/494
30-015-49949	Schlitz Federal Com #158H	E/2	9-25S-26E	07404
30-013-49949	Schitz Federal Com #156H	E/2	16-25S-26E	97494
30-015-49023	Schlitz Federal Com #204H	E/2	9-25S-26E	98220
	Schitz Federal Com #204H	E/2	16-25S-26E	98220
30-015-49024	Schlitz Federal Com #213H	E/2	9-25S-26E	98220
	Schitz Federal Com #215H	E/2	16-25S-26E	90220
20.015.40027	Schlitz Federal Com #233H	E/2	9-25S-26E	00220
30-015-49027	Schitz Federal Com #255H	E/2	16-25S-26E	98220
30-015-49028	Sabita Endarral Com #224H	E/2	9-25S-26E	00220
	Schlitz Federal Com #234H	E/2	16-25S-26E	98220

The administrative order is attached to this email and can also be found online at OCD Imaging.

Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.

Dean McClure
Petroleum Engineer, Oil Conservation Division
New Mexico Energy, Minerals and Natural Resources Department
(505) 469-8211

March 29, 2023



Engineering Bureau New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

Re: Application for Pool Commingling and Off-lease Storage, Measurement, and Marketing of Oil and Gas Production.

SELF-AFFIRMED STATEMENT OF MICHAEL RODRIGUEZ REGARDING NOTICE

- 1. I am attorney in fact and authorized representative of Tap Rock Operating, LLC, the Applicant herein.
- 2. On March 3, 2023, I caused notice of the captioned application to be sent by certified mail to all owners entitled to receive notice.
- 3. The notice letter attached as **Exhibit C-1** and the application were sent to the uncommitted interest owners. **Exhibit C-1** also contains a tracking sheet that identifies the parties and addresses that notice was sent to and the status of receipt.
- 4. On March 8, 2023, notice was also directed to all interested parties by publication in the Carlsbad Current Argus. An Affidavit of Publication from the Legal Clerk of the Carlsbad Current Argus and a copy of the notice publication are attached as **Exhibit C-2**.
- 5. I understand that this Self-Affirmed Statement will be used as written testimony in this case. I affirm that my testimony in paragraphs 1 through 4 above is true and correct and is made under penalty of perjury under the laws of the State of New Mexico. My testimony is made as of the date handwritten next to my signature below.

MAR	03/29/2023
Michael Rodriguez	Date

TAP ROCK OPERATING, LLC

MICHAEL RODRIGUEZ – ATTORNEY MDRODRIGUEZ@TAPRK.COM



Exhibit C-1

March 3, 2023

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO ALL AFFECTED PARTIES

Re: Application for Pool Commingling of Oil and Gas Production.

To whom it may concern:

Enclosed is a copy of the above-referenced application filed with the New Mexico Oil Conservation Division ("Division") on this date by Tap Rock Operating, LLC ("Tap Rock") (OGRID No. 372043). Any objection to this application must be filed in writing within twenty days from this date at the Division's Santa Fe office located at 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, the Division may administratively approve this application.

This notice is to advise you that the enclosed application for pool and surface commingling applies to the wells listed in the application. In accordance with Rule 19.15.12.10(C)(4)(g) NMAC, Tap Rock requests the option to include additional pools or leases within the defined parameters set forth in the Order for future additions.

If you have any questions about this application, please contact me at (720) 245-2606 or mdrodriguez@taprk.com.

Thank you,

/s/ Michael Rodriguez
Michael Rodriguez
Staff Attorney
Tap Rock Operating, LLC

Received by OCD: 3/3/2023 1:29:20 PM

	To all to Ma	ToCompa	T. No.	DeliveryA		6.1	S Lot	7.	AA IID . I .	LIGHT GLA
	TrackingNo	nyName	ToName	ddress	ne2	City	State	Zip	MailDate	USPS_Status
(94148118987		OFFICE OF NATURAL	PO Box				80225-		Your item was picked up at a postal facility at 9:31 am on March 7,
	65836348788		RESOURCES REVENUE	25627		Denver	CO	0627	03/03/2023	2023 in DENVER, CO 80225.
,		Robert								
	94148118987 65836348733		BRYAN BELL FAMILY LLC	PO Box 24591		New Orleans	LA	70184- 4591	02/02/2022	Your item was picked up at the post office at 3:29 pm on March 10, 2023 in NEW ORLEANS, LA 70124.
	03030340733	CPA WIIII	LLC	4816 Vista		Offeatis	LA	4391	03/03/2023	Your item could not be delivered on March 24, 2023 at 4:25 pm in
	94148118987			Del Oso Ct		Albuquerq		87109-		ALBUQUERQUE, NM 87109. It was held for the required number of
	65836348917		CHARMAR LLC	NE		ue	NM	2557	03/03/2023	days and is being returned to the sender.
1										
	94148118987		DNAA ING	PO Box		Deswall	NINA	88202-	02/02/2022	Your package will arrive later than expected, but is still on its way. It is
•	65836348955		DMA INC	1496 Havenhur		Roswell West	NM	1496	03/03/2023	currently in transit to the next facility.
	94148118987			st Dr Apt		Hollywoo		90046-		Your item was delivered to an individual at the address at 5:06 pm on
	65836348962		RICHARD C DEASON	217		d	CA	4546	03/03/2023	March 7, 2023 in LOS ANGELES, CA 90046.
				4901						
	94148118987		CARLLO	Whitney		5		88203-	02/02/2022	Your item was delivered to an individual at the address at 10:43 am
	65836348924		SAP LLC	Ln 1405		Roswell	NM	9002	03/03/2023	on March 8, 2023 in ROSWELL, NM 88203.
	94148118987			Knight				79382-		Your item has been delivered to the original sender at 10:31 am on
	65836348900		THOMAS D DEASON	Ave		Wolfforth	TX	3280	03/03/2023	March 23, 2023 in ALBUQUERQUE, NM 87113.
	94148118987		COMMISSIONER OF	PO Box				87504-	/ /	Your item was picked up at a postal facility at 7:11 am on March 13,
	65836348993		PUBLIC LANDS	1148		Santa Fe	NM	1148	03/03/2023	2023 in SANTA FE, NM 87501.
	94148118987			Greenway Plz Ste				77046-		Your item has been delivered to an agent for final delivery in
	65836348948		OXY USA WTP LP	110		Houston	TX	0521	03/03/2023	HOUSTON, TX 77046 on March 9, 2023 at 11:31 am.
				Marienfel						
	94148118987		MAGNUM HUNTER	d St Ste				79701-		Your item was delivered to an individual at the address at 8:39 am on
	65836348986		PRODUCTION INC	600		Midland	TX	4405	03/03/2023	March 8, 2023 in MIDLAND, TX 79701.
	94148118987			1400				77002-		Your item has been delivered to an agent for final delivery in
	65836348979		CHEVRON USA INC	Smith St		Houston	TX	7327	03/03/2023	HOUSTON, TX 77002 on March 14, 2023 at 10:23 am.
									,,	, , , , , , , , , , , , , , , , , , , ,
	94148118987		MEC PETROLEUM	PO Box				79702-		Your item was picked up at the post office at 10:18 am on March 8,
	65836348658		CORPORATION	11265		Midland	TX	8265	03/03/2023	2023 in MIDLAND, TX 79701.
	94148118987		PENROC OIL	РО Вох				88241-		Your item was picked up at the post office at 12:53 pm on March 8,
	65836348665		CORPORATION	2769		Hobbs	NM	2769		2023 in HOBBS, NM 88240.
				Dallas					,,	
	94148118987		MURCHISON OIL AND	Pkwy Ste				75024-		Your item was delivered to the front desk, reception area, or mail
	65836348627		GAS LLC	1400		Plano	TX	5002	03/03/2023	room at 1:12 pm on March 7, 2023 in PLANO, TX 75024.

		Greenway					
94148118987	OCCIDENTAL PERMIAN	· ·			77046-		Your item has been delivered to an agent for final delivery in
65836348603	LP	110	Houston	TX	0521	03/03/2023	HOUSTON, TX 77046 on March 7, 2023 at 10:39 am.
		6125					
94148118987	MASON OAKS ENERGY	Luther Ln			75225-		Your package will arrive later than expected, but is still on its way. It is
65836348696	HOLDINGS LLC	Ste 188	Dallas	TX	6202	03/03/2023	currently in transit to the next facility.
		6111 Los					
94148118987		Hermanos	Albuquerq		87111-		Your item was delivered to an individual at the address at 1:54 pm on
65836348641	LINDA L GILBERT	Ct NE	ue	NM	1156	03/03/2023	March 8, 2023 in ALBUQUERQUE, NM 87111.
94148118987	BJH ENERGY HOLDINGS	5 7144 E 1st			85251-		Your item was picked up at the post office at 2:23 pm on March 8,
65836348689	LLC	Ave	Scottsdale	AZ	4306	03/03/2023	2023 in SCOTTSDALE, AZ 85257.
		610					
94148118987		Jefferson			82520-		Your item was delivered to an individual at the address at 3:04 pm on
65836348634	HOWARD M MACEY	St	Lander	WY	2127	03/03/2023	March 6, 2023 in LANDER, WY 82520.
94148118987	ALANNA MARTINE	675 1/2			82520-		Your item was picked up at the post office at 10:49 am on March 14,
65836348672	MACEY	Lincoln St	Lander	WY	2731	03/03/2023	2023 in CASPER, WY 82609.
		1182					
94148118987	MARCELLA S	Vicksburg			32725-		Your item was delivered to an individual at the address at 12:49 pm
65836348153	VONRADESKY	St	Deltona	FL	2842	03/03/2023	on March 9, 2023 in DELTONA, FL 32725.
		53406					
94148118987		Appleton	Milton		97862-		Your item was delivered to an individual at the address at 12:43 pm
65836348160	REBECCA WILKINSON	Rd	Freewater	OR	7645	03/03/2023	on March 6, 2023 in MILTON FREEWATER, OR 97862.
		128 Point					
94148118987		Fosdick	Gig		98335-		Your item was delivered to an individual at the address at 1:40 pm on
65836348122	STEWART D ADAMS	Cir NW	Harbor	WA	7818	03/03/2023	March 6, 2023 in GIG HARBOR, WA 98335.
94148118987	LEE THOMAS	247 NW	Milton		97862-		Your item was delivered to an individual at the address at 5:27 pm on
65836348108	GOODMAN	8th Ave	Freewater	OR	1924	03/03/2023	March 6, 2023 in MILTON FREEWATER, OR 97862.
94148118987	SUADON 101155	202 67			78643-	00/00/0000	Your item was picked up at the post office at 3:07 pm on March 8,
65836348191	SHARON JONES	PO Box 67	Llano	TX	0067	03/03/2023	2023 in LLANO, TX 78643.
0.44.404.40007		5914 W			70720		We shall be a like to the form but a configuration of
94148118987	DEVD II ALDIIA II C	Courtyard	A	TV	78730-	02/02/2022	Your item was delivered to the front desk, reception area, or mail
65836348146	BEXP II ALPHA LLC	Dr Ste 340	Austin	TX	4928	03/03/2023	room at 10:21 am on March 7, 2023 in AUSTIN, TX 78730.
04140110007		5914 W			70720		Value itams was delivered to the frant deal, respective area or resil
94148118987	DEVD II OMECA II C	Courtyard	Austin	TV	78730-	02/02/2022	Your item was delivered to the front desk, reception area, or mail
65836348184	BEXP II OMEGA LLC	Dr Ste 340	Austin	TX	4928	03/03/2023	room at 10:21 am on March 7, 2023 in AUSTIN, TX 78730.
0/1/0110007		312 S Wahar St	Colorado		80003		Your item was delivered to the front desk, reception area, or mail
94148118987	CAPD O&G U.C	Weber St	Colorado	CO	80903- 2150	na/na/anaa	room at 10:31 am on March 8, 2023 in COLORADO SPRINGS, CO
65836348139	CARP O&G LLC	Ste 260	Springs	СО	2150	03/03/2023	00303.
94148118987	NILO OPERATING	РО Вох			77210-		Your item was delivered to an individual at the address at 7:27 am on
65836348177	COMPANY	4362	Houston	TX	4362	03/03/2023	March 9, 2023 in HOUSTON, TX 77202.
550505-01//	551411 / HT1	.502	. 10031011	.,,	- 302	33, 03, 2023	

e.								
	94148118987 65836348313	OXY Y 1 COMPANY	PO Box 841803	Dallas	TX	75284- 1803	03/03/2023	Your item has been delivered and is available at a PO Box at 5:31 am on March 11, 2023 in DALLAS, TX 75266.
	94148118987		5062			88012-		Your item was delivered to an individual at the address at 10:56 am
•	65836348368	STEVEN RAY WRIGHT	Arena Dr 785	Las Cruces	NM	0643	03/03/2023	on March 7, 2023 in LAS CRUCES, NM 88012.
	94148118987		Fremont			82520-		Your item was delivered to an individual at the address at 2:49 pm on
	65836348320	AMY L HUNTER	St	Lander	WY	3821	03/03/2023	March 6, 2023 in LANDER, WY 82520.
)	94148118987		712 Lane			82431-		Your item was delivered to an individual at the address at 3:28 pm on
1	65836348306	BONNIE NATION	12 1/2	Lovell	WY	9528	03/03/2023	March 6, 2023 in LOVELL, WY 82431.
	94148118987		1060 S			82520-		Your item was delivered to an individual at the address at 12:28 pm
1	65836348399	THOMAS M HUNTER	2nd St 4101 SW	Lander	WY	3903	03/03/2023	on March 6, 2023 in LANDER, WY 82520.
	94148118987	THELMA CATHERINE	45 Unit					Your item was picked up at the post office at 1:59 pm on March 13,
	65836348382	HUTSON	707 1084	Amarillo	TX	79019	03/03/2023	2023 in AMARILLO, TX 79109.
	94148118987		Hermes			92024-		Your item was delivered to an individual at the address at 3:51 pm on
	65836348375	BILLIE E. MCKEE	Ave	Encinitas	CA	1703	03/03/2023	March 7, 2023 in ENCINITAS, CA 92024.
	94148118987		РО Вох			79710-		Your item was delivered to the front desk, reception area, or mail
	65836348016	KASTLEFORD LAND CO	51540 26 E	Midland	TX	1540	03/03/2023	room at 10:07 am on March 7, 2023 in MIDLAND, TX 79710.
	94148118987		Compress			88210-		Your item was delivered to an individual at the address at 11:17 am
	65836348054	JKM ENERGY LLC	Rd	Artesia	NM	9215	03/03/2023	on March 7, 2023 in ARTESIA, NM 88210.
	94148118987		РО Вох			79604-		Your item was picked up at the post office at 9:09 am on March 8,
	65836348061	ENPLAT III LLC	2078	Abilene	TX	2078	03/03/2023	2023 in ABILENE, TX 79601.
	94148118987		PO Box	Horsesho		78657-		Your item was picked up at the post office at 12:50 pm on March 7,
	65836348023	GARY G JONES	4380 8341	e Bay	TX	4380	03/03/2023	2023 in HORSESHOE BAY, TX 78657.
	94148118987	VICKI L ROBINSON	Wakefield	Panorama		91402-		Your item was delivered to an individual at the address at 10:13 am
	65836348009	ESTATE	Ave	City	CA	3751	03/03/2023	on March 7, 2023 in PANORAMA CITY, CA 91402.
			7425 S					
	94148118987		Jamestow			74136-		Your item was picked up at the post office at 9:51 am on March 9,
	65836348092	ROBERT E FLINT	n Ave	Tulsa	OK	5945	03/03/2023	2023 in TULSA, OK 74136.
	94148118987		5751 Bob			33565-		Your item was delivered to an individual at the address at 2:21 pm on
	65836348047	BARBARA E GREEN	Smith Ave 43526	Plant City	FL		03/03/2023	March 8, 2023 in PLANT CITY, FL 33565.
	94148118987		Little			70403-		Your package will arrive later than expected, but is still on its way. It is
	65836348030	JEAN E FLINT	Vegas Dr	Hammond	LA	0802	03/03/2023	currently in transit to the next facility.

Received by OCD: 3/3/2023 1:29:20 PM

20,	
3,	
am	

		3789 La					
94148118987 65836348078	JANICE FLINT	Donna Ave	Palo Alto	CA	94306- 3151	03/03/2023	Your item was delivered to an individual at the address at 12:53 pm on March 11, 2023 in PALO ALTO, CA 94306.
94148118987 65836348450	MARILYN FLINT	PO Box 160746	Big Sky	MT	59716- 0746	03/03/2023	Your item was picked up at the post office at 11:13 am on March 8, 2023 in BIG SKY, MT 59716.
03030340430	WINNETTVIENV	100740	DIG SIKY	1411	0740	03/03/2023	2023 III BIG 3KI, INI 337 10.
94148118987	OSPREY OIL AND GAS II				79701-	/ /	Your item was delivered to an individual at the address at 1:10 pm on
65836348467	LLC	Carrizo St 306 W	Midland	TX	3240	03/03/2023	March 7, 2023 in MIDLAND, TX 79701.
94148118987		Wall St			79701-		Your item has been delivered to the original sender at 11:07 am on
65836348429	CM ROYALTIES LP	Ste 500	Midland	TX	5173	03/03/2023	March 16, 2023 in ALBUQUERQUE, NM 87113.
94148118987					87530-		Your item has been delivered to the original sender at 11:59 am on
65836348498	HOWARD A RUBIN INC	PO Box 58	El Rito	NM	0058	03/03/2023	March 13, 2023 in ALBUQUERQUE, NM 87113.
							Your item departed our USPS facility in NORTH HOUSTON TX
94148118987	RUBIE C BELL FAMILY	1331 3rd	New		70130-	02/02/2022	DISTRIBUTION CENTER on March 27, 2023 at 4:10 pm. The item is
65836348443 Fargo,	LP no. 1	St	Orleans	LA	5743	03/03/2023	currently in transit to the destination.
94148118987 National	ROBERT N ENFIELD	201 Main	Fort		76102-		Your item was delivered to an individual at the address at 11:48 am
65836348481 Assoc,	IRREV TR B	St	Worth	TX	3105	03/03/2023	on March 7, 2023 in FORT WORTH, TX 76102.
Ronald H	RONALD & MARTHA						
94148118987 Mayer,	MAYER REV TR DTD	PO Box			88202-		Your package will arrive later than expected, but is still on its way. It is
65836348436 Ttee	3/19/90	2391	Roswell	NM	2391	03/03/2023	currently in transit to the next facility.
Lisa M	THE HEADA CNEICHD TO	Palace			07501		Varia madraga will awii ia latau than aynagtad hyd ia still an ita way it is
94148118987 Enfield, 65836348474 Ttee	THE LISA M ENFIELD TR UTA DTD 1/23/2015	Ave Ste 210	Santa Fe	NM	87501- 2041	02/02/2022	Your package will arrive later than expected, but is still on its way. It is currently in transit to the next facility.
03030340474 Tiee	01A D1D 1/23/2013	Palace	Salita Fe	INIVI	2041	03/03/2023	Your item departed our USPS facility in ALBUQUERQUE, NM 87101 on
94148118987		Ave Ste			87501-		March 27, 2023 at 5:20 pm. The item is currently in transit to the
65836348511	MLE LLC	210	Santa Fe	NM	2041	03/03/2023	
94148118987		PO Box	Fort		76147-		Your item was delivered at 2:42 pm on March 10, 2023 in FORT
65836348559	DEL REY MINERALS LLC		Worth	TX	0981	03/03/2023	WORTH, TX 76147.
04140110007	JAMES M LARREMORE	1044			76571-		This is a reminder to arrange for redelivery of your item or your item
94148118987 65836348566	III	Dr Way	Salado	TX	2000	02/02/2022	This is a reminder to arrange for redelivery of your item or your item will be returned to sender.
03030340300	111	559 Sandy	Salado	17	2000	03/03/2023	will be returned to sender.
94148118987		Mountain	Sunrise		78643-		Your item was picked up at the post office at 2:36 pm on March 20,
65836348504	KIM D EDGAR	Dr	Beach	TX	9264	03/03/2023	2023 in LLANO, TX 78643.
94148118987		PO Box			79702-		Your item was picked up at the post office at 2:15 pm on March 8,
65836348597	LGP HOLDINGS LLC	2197	Midland	TX	2197	03/03/2023	2023 in MIDLAND, TX 79701.
94148118987	BARBARA MALTBY	21228	Castro		94546-		Your item was delivered to an individual at the address at 11:59 am
65836348542	WELDON ESTATE	Gary Dr	Valley	CA	6141	03/03/2023	on March 13, 2023 in ALBUQUERQUE, NM 87113.

		THE ESTATE OF OATY							
	94148118987	FAIRWEATHER	PO Box				78881-		Your item was picked up at the post office at 12:08 pm on March 7,
	65836348535	THOMPSON	489	Apt 321	Sabinal	TX	0489		2023 in SABINAL, TX 78881.
			1005 W						Your item could not be delivered on March 23, 2023 at 11:44 am in
	94148118987	WILLIAM ALLEN	Wilkenson				85704-		TUCSON, AZ 85704. It was held for the required number of days and
	65836348573	WRIGHT	Dr		Oro Valley	AZ	3617	03/03/2023	is being returned to the sender.
			2432						
	94148118987	DOROTHY MARY	Cambridg				79761-		Your item was delivered to an individual at the address at 4:58 pm on
	65836347255	GRAVLEY	e St		Odessa	TX	3220	03/03/2023	March 7, 2023 in ODESSA, TX 79761.
			4602						
	94148118987	MARY ANN MALTBY	Stonebrid		Saint		64505-		Your item was delivered to an individual at the address at 1:03 pm on
1	65836347262	BERRY ESTATE	ge Dr W		Joseph	МО	8310	03/03/2023	March 6, 2023 in SAINT JOSEPH, MO 64505.
	04140110007	LARIMER F	5051 W Boothill		Most		84120-		Vous item was delivered to an individual at the address at 12:20 nm
	94148118987 65836347200	LARREMORE ESTATE	Dr Ste 350		West Valley	UT	4560		Your item was delivered to an individual at the address at 12:20 pm on March 6, 2023 in WEST VALLEY CITY, UT 84120.
•	03830347200	LARREWORL LITATE	1622		valley	O1	4300	03/03/2023	off Warch 6, 2023 III WEST VALLET CITT, 01 84120.
	94148118987		Kirkcolm				82301-		Your item was picked up at the post office at 10:43 am on March 6,
	65836347248	BRYAN MACEY	Dr		Rawlins	WY	4231	03/03/2023	2023 in RAWLINS, WY 82301.
		211711711111021					.202	00,00,2020	
	94148118987		2001				80010-		Your item was delivered to an individual at the address at 4:43 pm on
	65836347286	BRADLEY MACEY	Fulton St		Aurora	СО	1161	03/03/2023	March 6, 2023 in AURORA, CO 80010.
			1622						
	94148118987		Kirkcolm				82301-		Your item was picked up at the post office at 10:43 am on March 6,
	65836347231	JANET MACEY ESTATE	Dr Apt 15		Rawlins	WY	4231	03/03/2023	2023 in RAWLINS, WY 82301.
	94148118987	MYRTLE MALTBY	181 N						Your item was delivered to an individual at the address at 11:59 am
	65836347811	COMBS COOK	Pixley St		Orange	CA	92868	03/03/2023	on March 13, 2023 in ALBUQUERQUE, NM 87113.
	94148118987	ESTATE OF EDWARD	1502		Caabaa	181	46526-		Your item has been delivered to the original sender at 11:59 am on
	65836347859	CHAMBERLIN	James Pl 502		Goshen	IN	2249	03/03/2023	March 13, 2023 in ALBUQUERQUE, NM 87113.
	94148118987	GLADYS FAIRWEATHER					32159-		Your package will arrive later than expected, but is still on its way. It is
	65836347866	VAUGHN HEIRS	Ct		Lady Lake	FI	5612	03/03/2023	currently in transit to the next facility.
	03030347000	VACCINATIONS	1750 N		Ludy Luke	'-	3012	03/03/2023	currently in transit to the next latiney.
	94148118987	ESTATE OF GEORGE P	Pine St						Your package will arrive later than expected, but is still on its way. It is
	65836347804	LARREMORE JR		PMB 198	Post Falls	ID	83854	03/03/2023	currently in transit to the next facility.
									•
	94148118987		1000		Springfiel		37172-		Your item was delivered to an individual at the address at 10:13 am
	65836347897	DOROTHY L KENYON	Shiloh Dr	No G4	d	TN	6478	03/03/2023	on March 8, 2023 in SPRINGFIELD, TN 37172.
			333 W						
	94148118987	WPX ENERGY	Sheridan		Oklahoma		73102-		Your item was picked up at a postal facility at 7:50 am on March 7,
	65836347842	PERMIAN, LLC	Ave		City	OK	5010	03/03/2023	2023 in OKLAHOMA CITY, OK 73102.
			Lyndon B						
	94148118987	MRC PERMIAN	Johnson		- "		75240-	/ /	Your package will arrive later than expected, but is still on its way. It is
	65836347880	COMPANY	Fwy Ste		Dallas	TX	1017	03/03/2023	currently in transit to the next facility.

Carlsbad Current Argus.

Affidavit of Publication Ad # 0005618783 This is not an invoice

TAP ROCK OPERATING, LLC 523 PARK POINT DRIVE STE 200

GOLDEN, CO 80401

I, a legal clerk of the Carlsbad Current Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof in editions dated as follows:

03/08/2023

Vallen

Subscribed and sworn before me this March 8, 2023:

Legal Clerk

State of WI, County of Brown NOTARY PUBLIC

My commission expires

SHELLY HORA Notary Public State of Wisconsin

Ad # 0005618783 PO #: Schlitz E2 Notice # of Affidavits1

This is not an invoice

To all interested parties subject to notice including: Office Of Natural Resources Revenue; Br ly Llc; Charmar Llc; Dma Inc; Richard C Deason; Sap Llc; Thomas D Deason; Commissioner Of Oxy Usa Wtp Lp; Magnum Hunter Production Inc; Chevron Usa Inc; Mec Petroleum Corpor Oil Corporation; Murchison Oil And Gas Llc; Occidental Permian Lp; Mason Oaks Energy Hol da L Gilbert; Bjh Energy Holdings Llc; Howard M Macey; Alanna Martine Macey; Marcella ! Rebecca Wilkinson; Stewart D Adams; Lee Thomas Goodman; Sharon Jones; Bexp li Alph Omega Llc; Carp O&G Llc; Nilo Operating Company; Oxy 1 Gompany; Steven Ray Wright; / Bonnie Nation; Thomas M Hunter; Thelma Catherine Hutson; Billie E. Mckee; Kastleford Lan ergy Llc; Enplat Iii Llc; Gary G Jones; Vicki L Robinson Estate; Robert E Flint; Barbara E Green Janice Flint; Marilyn Flint; Osprey Oil And Gas Ii Llc; Cm Royalties Lp; Howard A Rubin Inc Family Lp #1; Robert N Enfield Irrev Tr B; Ronald & Martha Mayer Rev Tr Dtd 3/19/90; The I Tr Uta Dtd 1/23/2015; Mle Llc; Del Rey Minerals Llc; James M Larremore Iii; Kim D Edgar; Lgg Barbara Maltby Weldon Estate; The Estate Of Oaty Fairweather Thompson; William Allen 1 thy Mary Gravley; Mary Ann Maltby Berry Estate; Larimer F Larremore Estate; Bryan M Macey; Janet Macey Estate; Myrtle Maltby Combs Cook; Estate Of Edward Chamt Fairweather Vaughn Heirs; Estate Of George P Larremore Jr; Dorothy L Kenyon; Wpx Energy Mrc Permian Company; Shrader Enterprises Lp; Americawest Resources Llc; Suncrest i Speyside Resources Llc; Black Magic #2 Llc; Janet J Tidwell; Diana P Hammonds; Source Ener Llc; Nancy Beth Parks; James L Thomas; Featherstone Development Corporation; Ross Dunc Llc; Charles Walter Fairweather lii Estate; Kaye Fairweather Mixon Estate; Allison Marie Gra Kenyon Estate; Cibolo Oil & Gas Llc and their successors or assigns. On March 3, 2023, Tap Ro Llc submitted an application to the New Mexico Oil Conservation Division for pool commin lease storage, measurement, and marketing of oil and gas production for the following withe E/2 of

Well Name Schlitz Federal Com #156H	<u>API</u> 30-015-49974	Location SL: P-16-25S-26E	Pool Cottonwood Draw; I
Schittz rederal Com #156h	30-015-49974	3L. P-10-233-20E	(O) [97494]
Schlitz Federal Com #158H	30-015-49949	SL: P-16-25S-26E	Cottonwood Draw; (O) [97494]
Schlitz Federal Com #204H	30-015-49023	SL: P-16-25S-26E	Purple Sage; Wol [98220]
Schlitz Federal Com #213H	30-015-49024	SL: P-16-25S-26E	Purple Sage; Wol [98220]
Schlitz Federal Com #233H	30-015-49027	SL: P-16-25S-26E	Purple Sage; Wol [98220]
Schlitz Federal Com #234H	30-015-49028	SL: P-16-255-26E	Purple Sage; Wol [98220]

Oil and gas production from these pools, wells, and lease will be commingled and sold at tl located in the SW/4 of Section 16, Township 25 South, Range 26 East. Any objection to th must be filed in writing within twenty days from the date of publication with the applicant Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 8750! tion is received within this twenty-day period, this application may be approved administr. Division. If you have any questions about this application, please contact Jeff Trlica at (720) 77; #5618783, Current Arqus, March 08, 2023

U.S. Department of the Interior BUREAU OF LAND MANAGEMENT



Well Name	Well Number	US Well Number	Lease Number	Case Number	Operator
SCHLITZ FED	156H	3001549974	NMNM0019836	NMNM0019836	TAP ROCK
SCHLITZ FED	234H	3001549028	NMNM19836	NMNM19836	TAP ROCK
SCHLITZ FED	204H	3001549023	NMNM19836	NMNM19836	TAP ROCK
SCHLITZ FED	233H	3001549027	NMNM19836	NMNM19836	TAP ROCK
SCHLITZ FED	158H	3001549949	NMNM0019836	NMNM0019836	TAP ROCK
SCHLITZ FED	213H	3001549024	NMNM19836	NMNM19836	TAP ROCK

Notice of Intent

Sundry ID: 2717823

Type of Submission: Notice of Intent

Type of Action: Commingling (Surface)

Date Sundry Submitted: 02/27/2023 Time Sundry Submitted: 07:40

Date proposed operation will begin: 02/27/2023

Procedure Description: Tap Rock requests surface commingling for the referenced E/2 Schlitz wells located at Schlitz CTB in accordance with 43 CFR 3173.14(a)(1)(iii).

Surface Disturbance

Is any additional surface disturbance proposed?: No

NOI Attachments

Procedure Description

Schlitz_E2_CTB_BLM_Commingling_Application_Compiled_20230227_20230227073738.pdf

Conditions of Approval

Specialist Review

Surface_Commingling_COA_20230330203148.pdf

Operator

I certify that the foregoing is true and correct. 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. Electronic submission of Sundry Notices through this system satisfies regulations requiring a

Operator Electronic Signature: JEFFREY TRLICA Signed on: FEB 27, 2023 07:40 AM

Name: TAP ROCK OPERATING LLC

Title: Regulatory Analyst

Street Address: 523 PARK POINT DRIVE SUITE 200

City: GOLDEN State: CO

Phone: (720) 772-5910

Email address: JTRLICA@TAPRK.COM

Field

Representative Name:

Street Address:

City: State: Zip

Phone:

Email address:

BLM Point of Contact

Signature: Jonathon Shepard

BLM POC Name: JONATHON W SHEPARD BLM POC Title: Petroleum Engineer

BLM POC Phone: 5752345972 BLM POC Email Address: jshepard@blm.gov

Disposition: Approved **Disposition Date:** 03/30/2023

STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION FOR SURFACE COMMINGLING SUBMITTED BY TAP ROCK OPERATING, LLC

ORDER NO. PLC-900

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having considered the application and the recommendation of the OCD Engineering Bureau, issues the following Order.

FINDINGS OF FACT

- 1. Tap Rock Operating, LLC ("Applicant") submitted a complete application to surface commingle the oil and gas production from the pools, leases, and wells identified in Exhibit A ("Application").
- 2. Applicant proposed a method to allocate the oil and gas production to the pools, leases, and wells to be commingled.
- 3. To the extent that ownership is identical, Applicant submitted a certification by a licensed attorney or qualified petroleum landman that the ownership in the pools, leases, and wells to be commingled is identical as defined in 19.15.12.7.B. NMAC.
- 4. Applicant provided notice of the Application to the Bureau of Land Management ("BLM") or New Mexico State Land Office ("NMSLO"), as applicable.
- 5. Applicant certified the commingling of oil and gas production from the pools, leases, and wells will not in reasonable probability reduce the value of the oil and gas production to less than if it had remained segregated.
- 6. Applicant in the notice for the Application stated that it sought authorization to prospectively include additional pools, leases, and wells in accordance with 19.15.12.10.C.(4)(g) NMAC.
- 7. Applicant stated that it sought authorization to surface commingle and off-lease measure, as applicable, oil and gas production from wells which have not yet been approved to be drilled, but will produce from a pool and lease identified in Exhibit A.
- 8. Applicant submitted or intends to submit one or more proposed communitization agreement(s) ("Proposed Agreement(s)") to the BLM or NMSLO, as applicable, identifying the acreage of each lease to be consolidated into a single pooled area ("Pooled Area"), as described in Exhibit B.

CONCLUSIONS OF LAW

9. OCD has jurisdiction to issue this Order pursuant to the Oil and Gas Act, NMSA 1978, §§ 70-2-6, 70-2-11, 70-2-12, 70-2-16, and 70-2-17, 19.15.12. NMAC, and 19.15.23. NMAC.

Order No. PLC-900 Page 1 of 4

- 10. Applicant satisfied the notice requirements for the Application in accordance with 19.15.12.10.A.(2) NMAC, 19.15.12.10.C.(4)(c) NMAC, and 19.15.12.10.C.(4)(e) NMAC, as applicable.
- 11. Applicant satisfied the notice requirements for the Application in accordance with 19.15.23.9.A.(5) NMAC and 19.15.23.9.A.(6) NMAC, as applicable.
- 12. Applicant's proposed method of allocation, as modified herein, complies with 19.15.12.10.B.(1) NMAC or 19.15.12.10.C.(1) NMAC, as applicable.
- 13. Commingling of oil and gas production from state, federal, or tribal leases shall not commence until approved by the BLM or NMSLO, as applicable, in accordance with 19.15.12.10.B.(3) NMAC and 19.15.12.10.C.(4)(h) NMAC.
- 14. Applicant satisfied the notice requirements for the subsequent addition of pools, leases, and wells in the notice for the Application, in accordance with 19.15.12.10.C.(4)(g) NMAC. Subsequent additions of pools, leases, and wells within Applicant's defined parameters, as modified herein, will not, in reasonable probability, reduce the commingled production's value or otherwise adversely affect the interest owners in the production to be added.
- 15. By granting the Application with the conditions specified below, this Order prevents waste and protects correlative rights, public health, and the environment.

ORDER

1. Applicant is authorized to surface commingle oil and gas production from the pools, leases, and wells identified in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from the pools, leases, and wells identified in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

Applicant is authorized to surface commingle oil and gas production from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A.

Applicant is authorized to store and measure oil and gas production off-lease from wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A at a central tank battery or gas title transfer meter described in Exhibit A.

- 2. This Order supersedes Order OLM-268.
- 3. For each Pooled Area described in Exhibit B, Applicant shall submit a Proposed Agreement to the BLM or NMSLO, as applicable, prior to commencing oil and gas production. If Applicant fails to submit the Proposed Agreement, this Order shall terminate on the following day.

No later than sixty (60) days after the BLM or NMSLO approves or denies a Proposed Agreement, Applicant shall submit a Form C-103 to OCD with a copy of the decision and a description of the approved lands, as applicable. If Applicant withdraws or the BLM or

Order No. PLC-900 Page 2 of 4

NMSLO denies a Proposed Agreement, this Order shall terminate on the date of such action, and Applicant shall cease commingling the production from the Pooled Area. If the BLM or NMSLO approves but modifies the Proposed Agreement(s), Applicant shall comply with the approved Agreement(s), and no later than sixty (60) days after such decision, Applicant shall submit a new surface commingling application to OCD to conform this Order with the approved Agreement(s). If Applicant fails to submit the new surface commingling application or OCD denies the new surface commingling application, this Order shall terminate on the date of such action.

Applicant shall allocate the oil and gas production to each lease within a Pooled Area in proportion to the acreage that each lease bears to the entire acreage of the Pooled Area described in Exhibit B until the Proposed Agreement which includes the Pooled Area is approved. After the Proposed Agreement is approved, the oil and gas production from the Pooled Area shall be allocated as required by the BLM's or NMSLO's, as applicable, approval of the Agreement, including any production that had been allocated previously in accordance with this Order.

- 4. The allocation of oil and gas production to wells not included in Exhibit A but that produce from a pool and lease identified in Exhibit A shall be determined in the same manner as to wells identified in Exhibit A that produce from that pool and lease, provided that if more than one allocation method is being used or if there are no wells identified in Exhibit A that produce from the pool and lease, then allocation of oil and gas production to each well not included in Exhibit A shall be determined by OCD prior to commingling production from it with the production from another well.
- 5. The oil and gas production for each well identified in Exhibit A shall be separated and metered prior to commingling it with production from another well.
- 6. Applicant shall measure and market the commingled oil at a central tank battery described in Exhibit A in accordance with this Order and 19.15.18.15. NMAC or 19.15.23.8. NMAC.
- 7. Applicant shall measure and market the commingled gas at a well pad, central delivery point, central tank battery, or gas title transfer meter described in Exhibit A in accordance with this Order and 19.15.19.9. NMAC, provided however that if the gas is vented or flared, and regardless of the reason or authorization pursuant to 19.15.28.8.B. NMAC for such venting or flaring, Applicant shall measure or estimate the gas in accordance with 19.15.28.8.E. NMAC.
- 8. Applicant shall calibrate the meters used to measure or allocate oil and gas production in accordance with 19.15.12.10.C.(2) NMAC.
- 9. If the commingling of oil and gas production from any pool, lease, or well reduces the value of the commingled oil and gas production to less than if it had remained segregated, no later than sixty (60) days after the decrease in value has occurred Applicant shall submit a new surface commingling application to OCD to amend this Order to remove the pool, lease, or well whose oil and gas production caused the decrease in value. If Applicant fails to submit

Order No. PLC-900 Page 3 of 4

- a new application, this Order shall terminate on the following day, and if OCD denies the application, this Order shall terminate on the date of such action.
- 10. Applicant may submit an application to amend this Order to add pools, leases, and subsequently drilled wells with spacing units adjacent to or within the tracts commingled by this Order by submitting a Form C-107-B in accordance with 19.15.12.10.C.(4)(g) NMAC, provided the pools, leases, and subsequently drilled wells are within the identified parameters included in the Application.
- 11. If a well is not included in Exhibit A but produces from a pool and lease identified in Exhibit A, then Applicant shall submit Forms C-102 and C-103 to the OCD Engineering Bureau after the well has been approved to be drilled and prior to off-lease measuring or commingling oil or gas production from it with the production from another well. The Form C-103 shall reference this Order and identify the well, proposed method to determine the allocation of oil and gas production to it, and the location(s) that commingling of its production will occur.
- 12. Applicant shall not commence commingling oil or gas production from state, federal, or tribal leases until approved by the BLM or NMSLO, as applicable.
- 13. If OCD determines that Applicant has failed to comply with any provision of this Order, OCD may take any action authorized by the Oil and Gas Act or the New Mexico Administrative Code (NMAC).
- 14. OCD retains jurisdiction of this matter and reserves the right to modify or revoke this Order as it deems necessary.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

DYLANM. FUGE

DIRECTOR

DATE: 8/13/2023

Order No. PLC-900 Page 4 of 4

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit A

Order: PLC-900

Operator: Tap Rock Operating, LLC (372043)

Central Tank Battery: Schlitz Central Tank Battery

Central Tank Battery Location: SW/4 Section 16, Township 25 South, Range 26 East Gas Title Transfer Meter Location: SW/4 Section 16, Township 25 South, Range 26 East

Pools

Pool Name Pool Code
COTTONWOOD DRAW; BONE SPRING (O) 97494
PURPLE SAGE; WOLFCAMP (GAS) 98220

Leases as defined in 19.15.12.7(C) NMAC

Lease	UL or Q/Q	S-T-R
Fee	A B G	9-25S-26E
NMNM 105648189 (019423)	H	9-25S-26E
NMNM 105450435 (019836)	SE/4	9-25S-26E
V0 5711 0001	NE/4	16-25S-26E
V0 5710 0001	SE/4	16-25S-26E

Wells

Well API	Well Name	UL or Q/Q	S-T-R	Pool	
20.015.40074	Cablida Endaval Cam #15(II	E/2	9-25S-26E	07404	
30-015-49974	Schitz Federal Com #150H		16-25S-26E	97494	
20.015.40040	017 40040 0117 E 1 1 C //47011	E/2	9-25S-26E	07404	
30-015-49949	Schitz Federal Com #158H	eral Com #156H E/2 9-25S-261 E/2 16-25S-26 E/2 9-25S-261 E/2 9-25S-261 E/2 16-25S-26 E/2 9-25S-261 E/2 16-25S-26 E/2 16-25S-26 E/2 16-25S-26 E/2 9-25S-261 E/2 16-25S-26 E/2 16-25S-26 E/2 9-25S-261 E/2 9-25S-261 E/2 9-25S-261 E/2 9-25S-261	16-25S-26E	97494	
20.015.40022	C-114- E-11 C #204H	E/2	9-25S-26E	00220	
30-015-49023	Schitz Federal Com #204H	E/2 16-258	16-25S-26E	98220	
20.015.40024	C-114- E-11 C #212H	E/2	9-25S-26E	00220	
30-015-49024	Schitz Federal Com #215H	E/2	16-25S-26E	98220	
20.015.40025	C-114- E-11 C #222H	E/2	9-25S-26E	00220	
30-015-49027	Schitz Federal Com #255H	E/2	16-25S-26E	98220	
20.015.40020	C 1124 E 1 1 1 C 1122 4 H	E/2	9-25S-26E	00000	
30-015-49028	Schlitz Federal Com #234H	E/2	16-25S-26E	98220	

State of New Mexico Energy, Minerals and Natural Resources Department

Exhibit B

Order: PLC-900

Operator: Tap Rock Operating, LLC (372043)

Pooled A	reas
----------	------

	1 ooicu Arcas			
Pooled Area	UL or Q/Q	S-T-R	Acres	Pooled Area ID
CA Wolfcamp BLM	E/2	9-25S-26E	640	A
CA Woncamp BEM	E/2	16-25S-26E	040	
CA Bone Spring BLM	E/2	9-25S-26E	640	В
CA done Spring being	E/2	16-25S-26E	040	В

Leases Comprising Pooled Areas

Lease	UL or Q/Q	S-T-R	Acres	Pooled Area ID
Fee	A B G	9-25S-26E	120	A
NMNM 105648189 (019423)	Н	9-25S-26E	40	A
NMNM 105450435 (019836)	SE/4	9-25S-26E	160	A
V0 5711 0001	NE/4	16-25S-26E	160	A
V0 5710 0001	SE/4	16-25S-26E	160	A
Fee	A B G	9-25S-26E	120	В
NMNM 105648189 (019423)	Н	9-25S-26E	40	В
NMNM 105450435 (019836)	SE/4	9-25S-26E	160	В
V0 5711 0001	NE/4	16-25S-26E	160	В
V0 5710 0001	SE/4	16-25S-26E	160	В

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 193012

CONDITIONS

Operator:	OGRID:
TAP ROCK OPERATING, LLC	372043
523 Park Point Drive Golden, CO 80401	Action Number: 193012
	Action Type: [C-107] Surface Commingle or Off-Lease (C-107B)

CONDITIONS

Created By		Condition Date
dmcclure	Please review the content of the order to ensure you are familiar with the authorities granted and any conditions of approval. If you have any questions regarding this matter, please contact me.	8/13/2023