

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

**Dylan M. Fuge**  
Deputy Secretary

**Dylan M. Fuge, Director**  
Oil Conservation Division (Acting)



Mr. Michael Rodriquez  
[mdrodiguez@taprk.com](mailto:mdrodiguez@taprk.com)

**ADMINISTRATIVE NON-STANDARD LOCATION**

**Administrative Order NSL - 8694**

**Tap Rock Operating, LLC [OGRID 372043]**  
**WTG Federal Com Well No. 245H**  
**API No. 30-015-48186**

Reference is made to your application received on November 21<sup>st</sup>, 2023.

**Proposed Location**

|                  | <b>Footages</b>    | <b>Unit/Lot</b> | <b>Sec.</b> | <b>Twsp</b> | <b>Range</b> | <b>County</b> |
|------------------|--------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface          | 379 FNL & 593 FWL  | D               | 27          | 26S         | 29E          | Eddy          |
| First Take Point | 330 FNL & 1220 FWL | D               | 27          | 26S         | 29E          | Eddy          |
| Last Take Point  | 100 FSL & 1220 FWL | 09              | 34          | 26S         | 29E          | Eddy          |
| Terminus         | 30 FSL & 1220 FWL  | 09              | 34          | 26S         | 29E          | Eddy          |

**Proposed Horizontal Gas Units**

| <b>Description</b> | <b>Acres</b> | <b>Pool</b>                | <b>Pool Code</b> |
|--------------------|--------------|----------------------------|------------------|
| W/2 Section 27     | 457.78       | Purple Sage; Wolfcamp, Gas | 98220            |
| W/2 Section 34     |              |                            |                  |

You have requested to complete this horizontal well as a **gas** well described above in the referenced pool or formation. This well is governed by special rules R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and governs wells to be located at least 330 feet from the unit outer boundary of a spacing unit and no closer than 10 feet to any quarter – quarter section line. The completed intervals of horizontal wells are to be located no closer than 330 feet to the exterior boundary of a standard 320 - acre **gas** spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of First and Last Take Points referenced above within the described Horizontal Spacing Unit.

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Tap Rock Operating, LLC  
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The affected tract concerning this well's completed interval is as close as 100 feet to the southern edge. The encroachment infringes toward the exterior state boundary line, which is not concerning of the correlative rights of all interested parties for this unorthodox location.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units towards which the proposed location encroaches. Public notice is not required as all affected parties are located exterior to the State's jurisdiction.

Division understands you are seeking this unorthodox location as your preferred well spacing plan for horizontal wells within the Wolfcamp formation underlying W/2 of Section 27 and the W/2 of Section 34, thereby preventing waste.

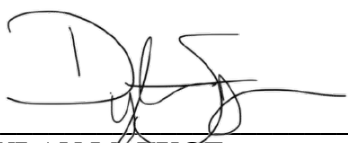
Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

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

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

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

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



**DYLAN M. FUGE**  
**Division Director (Acting)**  
DMF/lrl

**Date:** 12/21/23

**District I**  
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Phone:(575) 393-6161 Fax:(575) 393-0720  
**District II**  
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**District III**  
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**District IV**  
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State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

CONDITIONS

Action 298254

CONDITIONS

|  |  |
|--|--|
| Operator:<br>TAP ROCK OPERATING, LLC<br>523 Park Point Drive<br>Golden, CO 80401 | OGRID:<br>372043   |
|  | Action Number:<br>298254                                       |
|  | Action Type:<br>[IM-SD] Admin Order Support Doc (ENG) (IM-AAO) |

CONDITIONS

|            |           |                |
|------------|-----------|----------------|
| Created By | Condition | Condition Date |
| llowe      | None      | 12/28/2023     |