

Approved

NSL

Order

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Michelle Lujan Grisham**  
Governor

**Sarah Cottrell Propst**  
Cabinet Secretary

**Todd E. Leahy, JD, PhD**  
Deputy Cabinet Secretary

**Adrienne E. Sandoval, Director**  
Oil Conservation Division



May 11, 2021

Ms. Kaitlyn A. Luck  
[Kaluck@hollandhart.com](mailto:Kaluck@hollandhart.com)

NON-STANDARD LOCATION

**Administrative Order NSL-8175**

**Tap Rock Operating, LLC [OGRID 372043]**  
**Cypress 34 Federal Well No. 205H**  
**API No. 30-015-47267**

**Proposed Location**

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	298 FNL & 201 FWL	D	34	23S	29E	Eddy
First Take Point	100 FNL & 990 FWL	D	34	23S	29E	Eddy
Last Take Point	100 FSL & 990 FWL	M	34	23S	29E	Eddy
Terminus	30 FSL & 990 FWL	M	34	23S	29E	Eddy

**Proposed Horizontal Gas Units**

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 of Section 34	320	Purple Sage; Wolfcamp (GAS)	98220

Reference is made to your application received on April 20, 2021.

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 provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the northern edge and 100 feet to the southern edge. Encroachment will impact the following tract.

Section 34, encroachment to the SW/4  
Section 3, 24S 29E, encroachment to the NW/4

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.

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Division understands you are seeking this unorthodox location as a preferred well spacing plan for wells within the Wolfcamp formation underlying 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.**

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.

A handwritten signature in black ink, appearing to read 'AES', is written over a horizontal line.

**ADRIENNE E. SANDOVAL**  
**Division Director**

AES/lrl

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

## **Lowe, Leonard, EMNRD**

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**From:** Lowe, Leonard, EMNRD  
**Sent:** Wednesday, May 19, 2021 3:06 PM  
**To:** Kaitlyn A. Luck  
**Cc:** Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; 'lisa@rwbyram.com'; jglover@blm.gov; drossmango@blm.gov  
**Subject:** APPROVED NSL-8175 & NSL-8177\_Tap Rock Operating, LLC\_Cypress 34 Federal Well No. 205H & 235H\_SEC 34 23S 29E  
**Attachments:** NSL-8175\_Tap Rock Operating, LLC\_Cypress 34 Federal Well No. 205H\_APPROVED.pdf; NSL-8177\_Tap Rock Operating, LLC\_Cypress 34 Federal Well No. 235H\_APPROVED.pdf  
**Importance:** High

Ms. Kaitlyn A. Luck,

The following NSL Administrative Orders have been issued and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

Tap Rock Operating, LLC

**NSL-8175**, Cypress 34 Federal Well No. 205H  
[POOL: Purple Sage, No. 98220]  
HSU: W/2 of SECTION 34, 23S 29E

**NSL-8177**, Cypress 34 Federal Well No. 235H  
[POOL: Purple Sage, No. 98220]  
HSU: W/2 of SECTION 34, 23S 29E

Copies of the approved orders are attached.

**Leonard R. Lowe**

Engineering Bureau  
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