Approved

NSL

Order

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division



September 28, 2021

Ms. Kaitlyn A. Luck Kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8208

Tap Rock Operating, LLC [OGRID 372043] Black Marlin Federal Com Well No. 216H API No. 30-025-48783

Proposed Location

-	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	185 FNL & 1406 FEL	В	18	25S	36E	Lea
First Take Point	100 FNL & 1210 FEL	А	18	25S	36E	Lea
Last Take Point	100 FSL & 1210 FEL	Р	19	25S	36E	Lea
Terminus	5 FSL & 1210 FEL	Р	19	25S	36E	Lea

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
E/2 E/2 of Section 18	320	Jal; Wolfcamp, West	33813
E/2 E/2 of Section 19			

Reference is made to your application received on September 9, 2021.

You have requested to drill this horizontal well at an unorthodox Gas well location described above in the referenced pool or formation. 19.15.16.15(B)(3)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter section or equivalent.

This well's completed interval is as close as 110 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 18, encroachment to the W/2 E/2Section 19, encroachment to the W/2 E/2 Administrative Order NSL-8208 Tap Rock Operating, LLC September 28th, 2021 Page 2 of 2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location as your preferred well spacing plan in this area. Thereby preventing waste within the Wolfcamp formation underlying the E/2 E/2 Section 18 and E/2 E/2 Section 19.

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 19.15.15.13 (B) NMAC, Division approves this unorthodox location.

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

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



ADRIENNE E. SANDOVAL Division Director

AES/lrl

cc: Bureau of Land Management – Carlsbad Field Office