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

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 8686

Tap Rock Operating, LLC [OGRID 372043] WTG Federal Com Well No. 232H API No. 30-015-48296

Reference is made to your application received on November 9th, 2023.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	289 FNL & 1920 FWL	C	27	26S	29E	Eddy
First Take Point	330 FNL & 2376 FWL	C	27	26S	29E	Eddy
Last Take Point	100 FSL & 2327 FWL	10	34	26S	29E	Eddy
Terminus	30 FSL & 2327 FWL	10	34	26S	29E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
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.

Administrative Order NSL - 8686 Tap Rock Operating, LLC Page 2 of 2

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.

Date: 12/21/23

DYLAN M. FUGE

Division Director (Acting)

DMF/lrl

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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 298153

CONDITIONS

Operator:	OGRID:
TAP ROCK OPERATING, LLC	372043
523 Park Point Drive	Action Number:
Golden, CO 80401	298153
	Action Type:
	[IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

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