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

APPLICATIONS OF TAP ROCK OPERATING, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NOS. 22929-22932

CONSOLIDATED PRE-HEARING STATEMENT

Tap Rock Operating, LLC ("TRO" or "Applicant"), the applicant in the above referenced

matters, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT: Tap Rock Operating, LLC ATTORNEYS:

Michael Rodriguez 523 Park Point Drive Golden, CO 80401 (720) 245-2606 mdrodriguez@taprk.com

INTERESTED PARTIES: EOG Resources, Inc. (Case Nos. 22929, 22932 only)

ATTORNEYS:

James P. Parrot Beatty & Wozniak, P.C. 1675 Broadway, Suite 600 Denver, CO 80202 jparrot@bwenergylaw.com

STATEMENT OF THE CASE

In **Case No. 22929**, Tap Rock Operating, LLC ("TRO") applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 640-acre, more or less, standard horizontal spacing unit ("Unit") comprised of the S/2 of Sections 13 and 14, Township 25 South, Range 25 East, NMPM, Eddy County, New Mexico. The Unit will be dedicated to the following proposed initial wells ("Wells") which it intends to drill simultaneously:

- Cold Snack Federal Com #153H to be horizontally drilled from a surface hole location in the NW/4SW/4 of Section 14 to a bottom hole location in the NE/4SE/4 of Section 13,
- Cold Snack Federal Com #154H to be horizontally drilled from a surface hole location in the NW/4SW/4 of Section 14 to a bottom hole location in the SE/4SE/4 of Section 13.

The completed interval for the Cold Snack Federal Com #153H will be within 330' of the quarterquarter line separating the N/2S/2 from the S/2S/2 of Sections 13 and 14 to allow the inclusion of this acreage into a standard horizontal spacing unit.

In **Case No. 22930**, Tap Rock Operating, LLC ("TRO") applies for an order pooling all uncommitted interests within the Bone Spring formation underlying a 640-acre, more or less, standard horizontal spacing unit ("Unit") comprised of the N/2 of Sections 13 and 14, Township 25 South, Range 25 East, NMPM, Eddy County, New Mexico. The Unit will be dedicated to the following proposed initial wells ("Wells") which it intends to drill simultaneously:

- Cold Snack Federal Com #151H to be horizontally drilled from a surface hole location in the SW/4NW/4 of Section 14 to a bottom hole location in the NE/4NE/4 of Section 13, and
- Cold Snack Federal Com #152H to be horizontally drilled from a surface hole location in the SW/4NW/4 of Section 14 to a bottom hole location in the SE/4NE/4 of Section 13.

The completed interval for the Cold Snack Federal Com #152H will be within 330' of the quarterquarter line separating the N/2N/2 from the S/2N/2 of Sections 13 and 14 to allow the inclusion of this acreage into a standard horizontal spacing unit.

In **Case No. 22931**, Tap Rock Operating, LLC ("TRO") applies for an order pooling all uncommitted interests within the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit ("Unit") comprised of the N/2 of Sections 13 and 14, Township 25 South, Range 25 East, NMPM, Eddy County, New Mexico. The Unit will be dedicated to the following proposed initial wells ("Wells") which it intends to drill simultaneously:

- Cold Snack Federal Com #211H and Cold Snack Federal Com #231H to be horizontally drilled from a surface hole location in the SW/4NW/4 of Section 14 to a bottom hole location in the NE/4NE/4 of Section 13,
- Cold Snack Federal Com #212H and Cold Snack Federal Com #232H to be horizontally drilled from a surface hole location in the SW/4NW/4 of Section 14 to a bottom hole location in the SE/4NE/4 of Section 13.

In Case No. 22932, Tap Rock Operating, LLC ("TRO") applies for an order pooling all uncommitted interests within the Wolfcamp formation underlying a 640-acre, more or less, standard horizontal spacing unit ("Unit") comprised of the S/2 of Sections 13 and 14, Township 25 South, Range 25 East, NMPM, Eddy County, New Mexico. The Unit will be dedicated to the following proposed initial wells ("Wells") which it intends to drill simultaneously:

- Cold Snack Federal Com #214H and Cold Snack Federal Com #234H to be horizontally drilled from a surface hole location in the NW/4SW/4 of Section 14 to a bottom hole location in the SE/4SE/4 of Section 13,
- Cold Snack Federal Com #213H and Cold Snack Federal Com #233H to be horizontally drilled from a surface hole location in the NW/4SW/4 of Section 14 to a bottom hole location in the NE/4SE/4 of Section 13.

Also, to be considered will be the cost of drilling and completing the Wells and the allocation of the cost, the designation of Tap Rock Operating, LLC as operator of the Units and Wells, and a 200% charge for risk involved in drilling and completing the Wells. The Units are located approximately 3.1 miles south of Whites City, New Mexico.

PROPOSED EVIDENCE

ESTIMATED		ESTIMATED	
WITNESS	TIME	EXHIBITS	
Matthew Phillips, Land Manager	Via Affidavit	7	
Eli DenBesten, Geologist	Via Affidavit	6	

PROCEDURAL MATTERS

Applicant requests the subject cases be consolidated. Applicant will present the subject cases

by affidavit if there is no opposition to its applications.

Respectfully submitted,

TAP ROCK OPERATING, LLC

/s/ Michael Rodriguez Michael Rodriguez 523 Park Point Drive Golden, CO 80401 (720) 245-2606 mdrodriguez@taprk.com Attorney for Tap Rock Operating, LLC

CERTIFICATE OF SERVICE

I hereby certify that on July 28, 2022, I caused a true and correct copy of this document to be electronically served on the following:

James P. Parrot Beatty & Wozniak, P.C. 1675 Broadway, Suite 600 Denver, CO 80202 jparrot@bwenergylaw.com

/s/ Michael Rodriguez

Michael Rodriguez

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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

QUESTIONS

Operator: TAP ROCK OPERATING, LLC	OGRID: 372043		
523 Park Point Drive	Action Number:		
Golden, CO 80401	129450		
	Action Type: [HEAR] Prehearing Statement (PREHEARING)		
QUESTIONS			
Testimony			

Please assist us by provide the following information about your testimony.		
	Number of witnesses	2
	Testimony time (in minutes)	0

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Action 129450