BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF TAP ROCK RESOURCES, LLC TO AMEND ORDER NO. R-21255, LEA COUNTY, NEW MEXICO.

Case]	No.	
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APPLICATION

Tap Rock Resources, LLC applies for an order amending Order No. R-21255, and in support thereof states:

- 1. Order No. R-21255 pooled all mineral interest owners in the Bone Spring formation underlying a (proximity tract) horizontal spacing unit comprised of the W/2 of Section 4 and the W/2 of Section 9, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico
- 2. Applicant proposes to drill the Poseidon State Com. Well Nos. 101H, 102H, 105H, 107H, 171H, 172H, 175H, 181H, 182H, 185H, and 187H to depths sufficient to test the Bone Spring formation.
- 3. This matter was heard on February 20, 2020, and Order No. R-21255 was entered on April 13, 2020 using an "interim form of order." A newer, amended order template was described in a letter of the Division Director date April 9, 2020 (the "Amended Order Template").
- 4. Applicant requests that Order No. R-21255 be amended to conform to the Amended Order Template.
- 5. Paragraph 19 of Order No. R-21255 requires the operator to commence the well within one year of the date of issuance. Paragraph 20 of Order No. R-21255 provides that the

order will terminate if the well is not timely commenced, unless the operator "obtains an extension by an amendment of this Order for good cause shown."

- 6. Applicant requests an extension of the drilling deadline due to market conditions which have altered drilling schedules, as well as complications caused by coronavirus. Applicant still intends to drill the subject wells. Thus good cause exists for Applicant's request for an extension.
- 7. Applicant requests an extension of the well commencement deadline to April 13, 2022.

WHEREFORE, Applicant requests that, after notice and hearing, the Division enter its order amending Order No. R-21255 (i) to conform to the Amended Order Template, and (ii) to extend the well commencement deadline to April 13, 2022.

Respectfully submitted,

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