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

APPLICATION OF TAP ROCK OPERATING, LLC FOR APPROVAL OF STANDARD HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

CASE NO. 25316

TAP ROCK OPERATING, LLC'S PRE-HEARING STATEMENT

Tap Rock Operating, LLC, ("Tap Rock"), submits this Pre-Hearing Statement pursuant

to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Tap Rock Operating, LLC

INTERESTED PARTY

COG Operating LLC Concho Oil & Gas LLC

ATTORNEY

Miguel A. Suazo James P. Parrot Jacob L. Everhart Ryan McKee Beatty & Wozniak, P.C. 500 Don Gaspar Ave., Santa Fe, NM 87505 (505) 946-2090 Fax: 800-886-6566 msuazo@bwenergylaw.com jparrot@bwenergylaw.com jeverhart@bwenergylaw.com

ATTORNEY

Michael H. Feldewert Adam G. Rankin Paula M. Vance Post Office Box 2208 Santa Fe, New Mexico 87504 (505) 988-4421 mfeldewert@hollandhart.com agrankin@hollandhart.com

APPLICANT'S STATEMENT OF CASE

In this case, Tap Rock seeks orders to approve standard 480-acre, more or less, standard horizontal spacing unit ("HSU") composed of the N/2 N/2 of Sections 11 and 12, Township 25 South, Range 25 East, N.M.P.M., and the N/2 N/2 of Section 7, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico (the "Application Lands"), and to pool all uncommitted mineral interests in the Cottonwood Draw; Bone Spring Pool (97494), designated as an oil pool, underlying said HSU.

Under Case 25316, Tap Rock seeks to pool the <u>Cottonwood Draw; Bone Spring Pool</u> underlying the Application Lands and seeks to dedicate the HSU to the following proposed well:

A. **High Life Fed Com #151H** (API No. 30-15-54522), which is an oil well that will be horizontally drilled from a surface location in the SE/4 NE/4 (Unit H) of Section 10, Township 25 South, Range 25 East, to a bottom hole location in the Cottonwood Draw; Bone Spring Pool in the NE/4 NE/4 (Unit A) of Section 7, Township 25 South, Range 26 East.

The well is orthodox in its location as defined by 19.15.16.15.(C) NMAC, and the take points and laterals comply with Statewide Rules for setbacks under 19.15.16.15.(C) NMAC. Also to be considered will be the cost of drilling and completing the Well and the allocation of the cost, the designation of Applicant as the operator of the Well, and a 200% charge for the risk involved in drilling and completing the Well.

The well and lands are located approximately 2 miles south of Whites City, New Mexico.

APPLICANT'S PROPOSED EVIDENCE

2

WITNESS Name and Expertise

ESTIMATED TIME

EXHIBITS

Matt Phillips, Land Manager Eli DenBesten, Senior Geologist Affidavit Affidavit Approx. 5 Approx. 5

PROCEDURAL MATTERS

If uncontested at the hearing, Tap Rock intends to present this case by affidavit.

Dated this 1st day of May, 2025.

Respectfully submitted,

BEATTY & WOZNIAK, P.C.

By:

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CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the forgoing was served to counsel of record by electronic mail this 2nd day of May 2025, as follows:

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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:	OGRID:
TAP ROCK OPERATING, LLC	372043
523 Park Point Drive	Action Number:
Golden, CO 80401	458194
	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)	20

Page 5 of 5

Action 458194