Form C-101

August 1, 2011 Permit 309504

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

Operator Nam	ne and Address						2. C	GRID Number			
TAP	ROCK OPERATIN	NG, LLC						372043			
	Park Point Drive						3. A	PI Number			
Gold	len, CO 80401							30-025-4980	5		
4. Property Code 5. Property Name								/ell No.			
3299	919		MANDELBAUM	FEE				122H			
				7. Surfa	ace Location						
L - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
0	11	24S	34E	0	1054	S	2462	E	Lea		
				8. Proposed B	ottom Hole Locati	ion					
L - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County		
С	11	24S	34E	С	5	N	1980	W	Lea		

	Additional Well Information									
11. Work Type 12. Well Type		13. Cable/Rotary 14. Lease Type 1		15. Ground Level Elevation						
New Well	OIL		State	3487						
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date						
N	16133	Bone Spring		4/1/2022						
Depth to Ground water	_	Distance from nearest fresh water well		Distance to nearest surface water						

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	1100	1125	0
Int1	12.25	9.625	40	5460	1500	0
Prod	6.75	5.5	20	16133	1750	4400

Casing/Cement Program: Additional Comments

	22. Proposed Blowout Prevention Program									
Type	Working Pressure	Test Pressure	Manufacturer							
Annular	5000	2500								
Pipe	10000	5000								
Blind	10000	5000								

knowledge and l	have complied with 19.15.14.9 (A)	true and complete to the best of my NMAC ⊠ and/or 19.15.14.9 (B) NMAC		OIL CONSERVATIO	NOISION	
Printed Name:	Electronically filed by Christian C	combs	Approved By:	Paul F Kautz		
Title:	Regulatory Manager		Title:	Geologist		
Email Address:	ccombs@taprk.com	Approved Date:	3/1/2022	Expiration Date: 3/1/2024		
Date:	2/28/2022	Phone: 720-360-4028	Conditions of Approval Attached			

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 1220 S. St. Francis Dr., Santa Fe, NM 87505

Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

FORM C-102 Revised August 1, 2011 Submit one copy to appropriate **District Office**

AMENDED REPORT

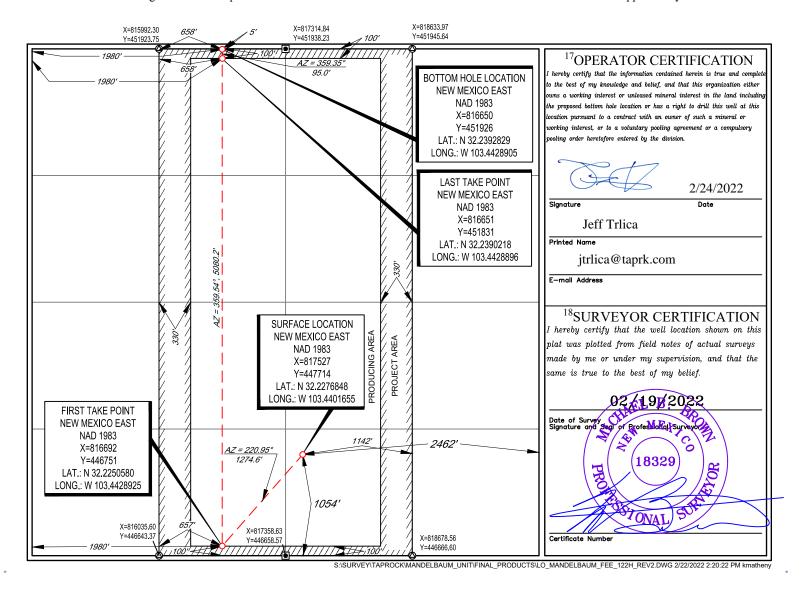
WELL LOCATION AND ACREAGE DEDICATION PLAT

	¹ API Number 30-025-49805		RED HILLS; BONE SPRING,	NORTH
⁴ Property Code 329919			Operty Name ELBAUM FEE	⁶ Well Number 122H
70GRID №. #372043		•	oerator Name OPERATING, LLC.	⁹ Elevation 3487'

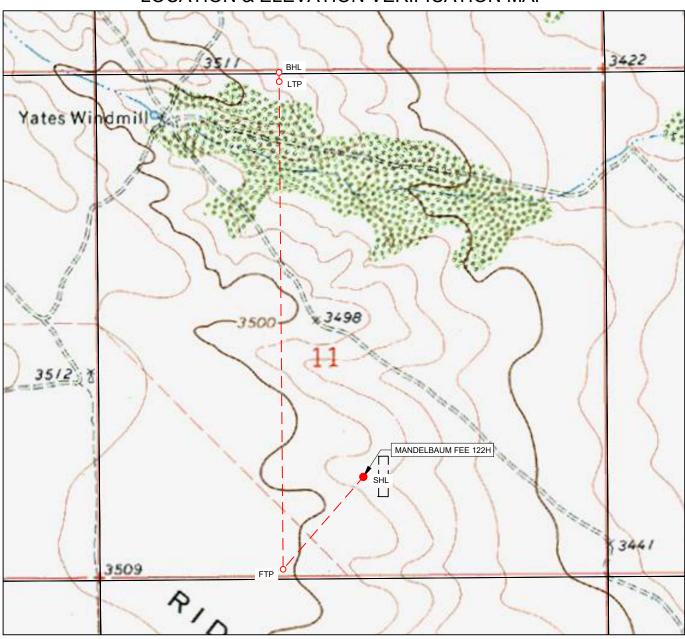
¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	11	24-S	34-E	-	1054'	SOUTH	2462'	EAST	LEA
¹¹ Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	11	24-S	34-E	-	5'	NORTH	1980'	WEST	LEA
12Dedicated Acres 320	¹³ Joint or 1	Infill 14Co	nsolidation Co	de ¹⁵ Ord	er No.				

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



LOCATION & ELEVATION VERIFICATION MAP





LEASE NAME & WELL NO.:

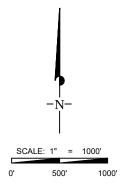
MANDELBAUM FEE 122H

 SECTION
 11
 TWP
 24-S
 RGE
 34-E
 SURVEY
 N.M.P.M.

 COUNTY
 LEA
 STATE
 NM
 ELEVATION
 3487'

 DESCRIPTION
 1054' FSL & 2462' FEL

LATITUDE _____ N 32.2276848 ____ LONGITUDE ____ W 103.4401655



THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY TAP ROCK OPERATING, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.



1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140

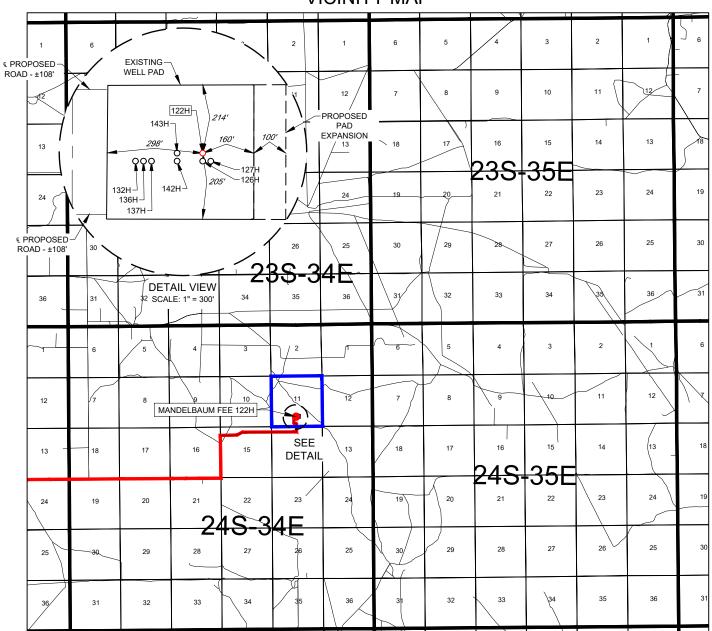
TELEPHONE: (817) 744-7512 • FAX (817) 744-7554

2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705

TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FX (432) 682-1743

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EXHIBIT 2 VICINITY MAP





LEASE NAME & WELL NO.: MANDELBAUM FEE 122H

 SECTION
 11
 TWP
 24-S
 RGE
 34-E
 SURVEY
 N.M.P.M.

 COUNTY
 LEA
 STATE
 NM

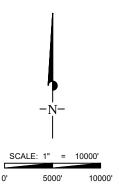
 DESCRIPTION
 1054' FSL & 2462' FEL

DISTANCE & DIRECTION

FROM INT. OF NM-128 & DELAWARE BASIN RD., GO EAST ON NM-128 ±2.6 MILES, THENCE NORTH (LEFT) ON A LEASE RD. ±0.8 MILES, THENCE EAST (RIGHT) ON A PROPOSED RD. ±1.5 MILES, THENCE NORTH (LEFT) ON A PROPOSED RD. ±1660 FEET, THENCE EAST (RIGHT) ON A PROPOSED RD. ±108 FEET TO A POINT ±355 FEET SOUTHWEST OF THE LOCATION.

THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA POUNDED BY TAP ROCK OPERATING, LLC. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.





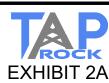
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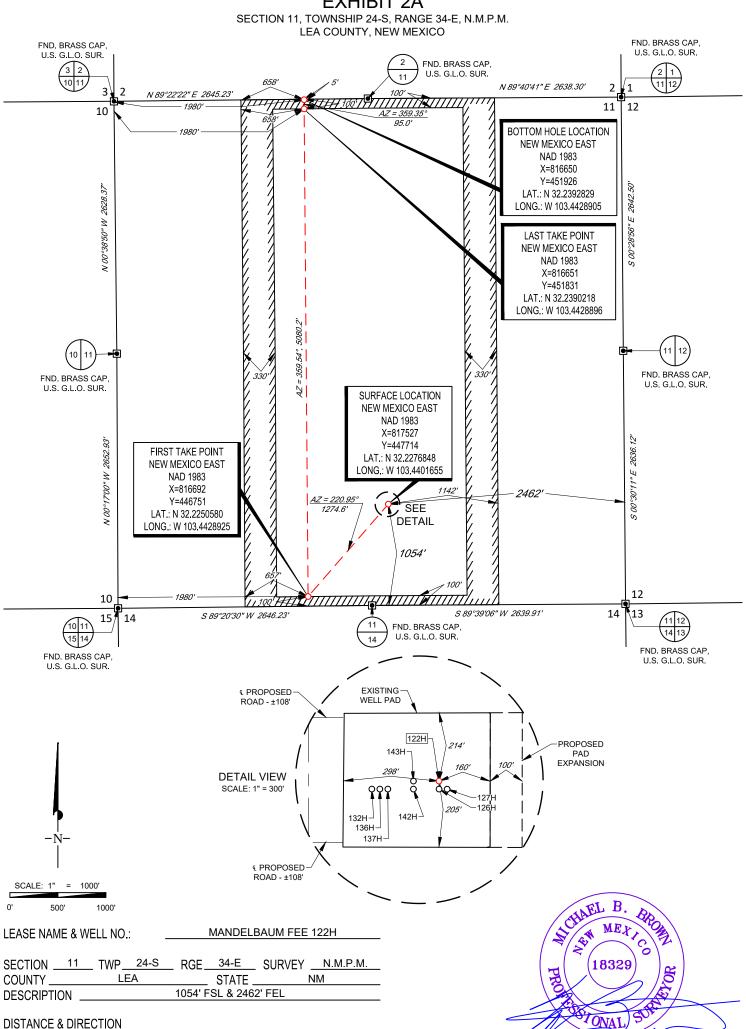
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DISTANCE & DIRECTION

FROM INT. OF NM-128 & DELAWARE BASIN RD., GO EAST ON NM-128 ±2.6 MILES, THENCE NORTH (LEFT) ON A LEASE RD. ±0.8 MILES, THENCE EAST (RIGHT) ON A PROPOSED RD. ±1.5 MILES, THENCE NORTH (LEFT) ON A PROPOSED RD. ±1660 FEET, THENCE EAST (RIGHT) ON A PROPOSED RD. ±108 FEET TO A POINT ±355 FEET SOUTHWEST OF THE LOCATION.

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.

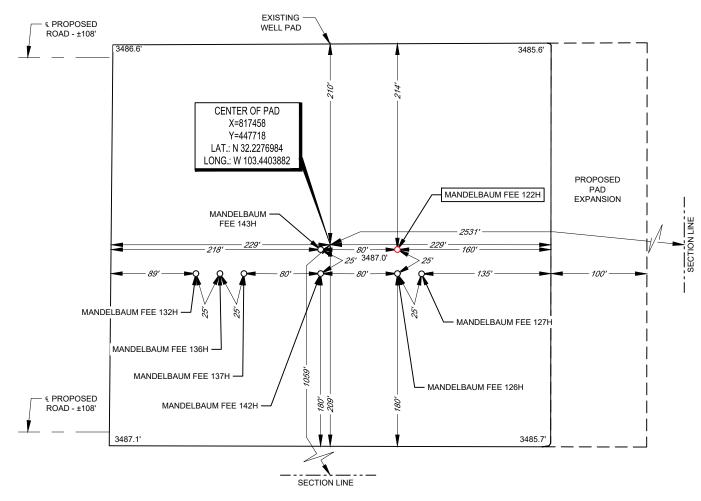
THIS EASEMENT/SERVITUDE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY TAP ROCK OPERATING, LLC THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.

Michael Blake Brown, P.S. No. 18329 February 22, 2022



1400 EVERMAN PARKWAY, Ste. 146 • FT. WORTH, TEXAS 76140 TELEPHONE: (817) 744-7512 • FAX (817) 744-7554
2903 NORTH BIG SPRING • MIDLAND, TEXAS 79705
TELEPHONE: (432) 682-1653 OR (800) 767-1653 • FAX (432) 682-1743
WWW.TOPOGRAPHIC.COM LEGEND

---- SECTION LINE
---- PROPOSED ROAD



 LEASE NAME & WELL NO.:
 MANDELBAUM FEE 122H

 122H LATITUDE
 N 32.2276848
 122H LONGITUDE
 W 103.4401655

CENTER OF PAD IS 1059' FSL & 2531' FEL

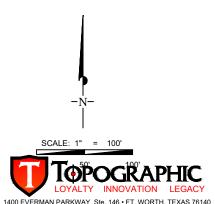


Michael Blake Brown, P.S. No. 18329

February 22, 2022

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET. ELEVATIONS USED ARE NAVD88, OBTAINED THROUGH AN OPUS SOLUTION.

THIS PROPOSED PAD SITE LOCATION SHOWN HEREON HAS BEEN SURVEYED ON THE GROUND UNDER MY SUPERVISION AND PREPARED ACCORDING TO THE EVIDENCE FOUND AT THE TIME OF SURVEY, AND DATA PROVIDED BY TAP ROCK OPERATING, LLC, ONLY THE DATA SHOWN ABOVE IS BEING CERTIFIED TO, ALL OTHER INFORMATION WAS INTENTIONALLY OMITTED. THIS PLAT IS ONLY INTENDED TO BE USED FOR A PERMIT AND IS NOT A BOUNDARY SURVEY. THIS CERTIFICATION IS MADE AND LIMITED TO THOSE PERSONS OR ENTITIES SHOWN ON THE FACE OF THIS PLAT AND IS NON-TRANSFERABLE. THIS SURVEY IS CERTIFIED FOR THIS TRANSACTION ONLY.



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Permit 309504

Form APD Conditions

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
TAP ROCK OPERATING, LLC [372043]	30-025-49805
523 Park Point Drive	Well:
Golden, CO 80401	MANDELBAUM FEE #122H

OCD Reviewer	Condition
pkautz	Notify OCD 24 hours prior to casing & cement
pkautz	Will require a File As Drilled C-102 and a Directional Survey with the C-104
	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
	Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system
pkautz	1) SURFACE & INTERMEDIATE CASING - Cement must circulate to surface 2) PRODUCTION CASING - Cement must tie back into intermediate casing
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud



Tap Rock Resources, LLC

Lea County, NM (NAD 83 NME) (Mandelbaum Fee) Sec-11_T-24-S_R-34-E Mandelbaum Fee #122H

OWB

Plan: Plan #1

Standard Planning Report

24 February, 2022





Intrepid Planning Report



Database: EDM 5000.15 Single User Db
Company: Tap Rock Resources, LLC
Project: Lea County, NM (NAD 83 NME)

Site: (Mandelbaum Fee) Sec-11_T-24-S_R-34-E
Well: Mandelbaum Fee #122H

Wellbore: OWB
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Mandelbaum Fee #122H

359.54

KB @ 3513.0usft KB @ 3513.0usft

Grid

Minimum Curvature

Project Lea County, NM (NAD 83 NME)

Map System: US State Geo Datum: North Ar

Map Zone:

US State Plane 1983 North American Datum 1983 New Mexico Eastern Zone System Datum:

Mean Sea Level

Site (Mandelbaum Fee) Sec-11_T-24-S_R-34-E

447,689.00 usft Site Position: Northing: Latitude: 32° 13' 39.436 N 103° 26' 26.465 W 817,367.00 usft From: Мар Easting: Longitude: 0.48° **Position Uncertainty:** 0.0 usft Slot Radius: 13-3/16 " **Grid Convergence:**

Well Mandelbaum Fee #122H

 Well Position
 +N/-S
 25.0 usft
 Northing:
 447,714.00 usft
 Latitude:
 32° 13' 39.670 N

+E/-W 160.0 usft **Easting**: 817,527.00 usft **Longitude**: 103° 26' 24.600 W

0.0

Position Uncertainty 0.0 usft Wellhead Elevation: Ground Level: 3,487.0 usft

Wellbore OWB

 Magnetics
 Model Name
 Sample Date (°)
 Declination (°)
 Dip Angle (°)
 Field Strength (nT)

 IGRF2015
 02/24/22
 6.38
 60.02
 47,470.96498898

0.0

Design Plan #1

Audit Notes:

Version: Phase: PLAN Tie On Depth: 0.0

Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (usft) (usft) (usft) (°)

Plan Survey Tool Program Date 02/24/22

Depth From Depth To

(usft) (usft) Survey (Wellbore) Tool Name Remarks

0.0

1 0.0 16,133.8 Plan #1 (OWB) MWD

OWSG MWD - Standard



IntrepidPlanning Report



Database: Company: Project:

Site:

EDM 5000.15 Single User Db Tap Rock Resources, LLC Lea County, NM (NAD 83 NME)

(Mandelbaum Fee) Sec-11_T-24-S_R-34-E Mandelbaum Fee #122H

Well: Mandell
Wellbore: OWB
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Mandelbaum Fee #122H

KB @ 3513.0usft KB @ 3513.0usft

Grid

Plan Section	s									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.00	0.00	0.00	0.00	
1,300.0	1.00	315.00	1,300.0	0.6	-0.6	1.00	1.00	0.00	315.00	
2,000.1	1.00	315.00	2,000.0	9.3	-9.3	0.00	0.00	0.00	0.00	
3,160.4	11.56	225.00	3,152.3	-66.0	-98.9	1.00	0.91	-7.76	-94.88	
3,860.4	11.56	225.00	3,838.1	-165.2	-198.1	0.00	0.00	0.00	0.00	
4,024.8	11.57	216.79	3,999.3	-190.1	-219.6	1.00	0.00	-4.99	-93.77	
8,569.0	11.57	216.79	8,451.1	-919.8	-765.3	0.00	0.00	0.00	0.00	
9,725.7	0.00	0.00	9,600.0	-1,013.0	-835.0	1.00	-1.00	0.00	180.00	
10,569.7	0.00	0.00	10,444.0	-1,013.0	-835.0	0.00	0.00	0.00	0.00	
11,510.7	94.10	359.54	11,015.5	-399.1	-839.9	10.00	10.00	-0.05	359.54	
16,133.8	94.10	359.54	10,684.6	4,212.0	-877.0	0.00	0.00	0.00	0.00	PBHL (Mandelbaun



Well:

IntrepidPlanning Report



Database: EDM 5000.15 Single User Db
Company: Tap Rock Resources, LLC
Project: Lea County, NM (NAD 83 NME)
Site: (Mandelbaum Fee) Sec-11_T-24-S_R-34-E

Mandelbaum Fee #122H

Wellbore: OWB
Design: Plan #1

Local Co-ordinate Reference: TVD Reference:

MD Reference: North Reference: Survey Calculation Method: Well Mandelbaum Fee #122H

KB @ 3513.0usft KB @ 3513.0usft Grid

Design:	Plan #1								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	0.00
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	0.00
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	0.00
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	0.00
500.0	0.00	0.00	500.0	0.0	0.0	0.0	0.00	0.00	0.00
600.0	0.00	0.00	600.0	0.0	0.0	0.0	0.00	0.00	0.00
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	0.00
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	0.00
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	0.00
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	0.00
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	0.00
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	0.00
1,300.0	1.00	315.00	1,300.0	0.6	-0.6	0.6	1.00	1.00	0.00
1,400.0	1.00	315.00	1,400.0	1.9	-1.9	1.9	0.00	0.00	0.00
1,500.0	1.00	315.00	1,500.0	3.1	-3.1	3.1	0.00	0.00	0.00
1,600.0	1.00	315.00	1,599.9	4.3	-4.3	4.4	0.00	0.00	0.00
1,700.0	1.00	315.00	1,699.9	5.6	-5.6	5.6	0.00	0.00	0.00
1,800.0	1.00	315.00	1,799.9	6.8	-6.8	6.8	0.00	0.00	0.00
1,900.0	1.00	315.00	1,899.9	8.0	-8.0	8.1	0.00	0.00	0.00
2,000.1	1.00	315.00	2,000.0	9.3	-9.3	9.3	0.00	0.00	0.00
2,100.0	1.35	267.59	2,099.9	9.8	-11.1	9.9	1.00	0.35	-47.46
2,200.0	2.16	247.61	2,199.8	9.1	-14.0	9.2	1.00	0.81	-19.98
2,300.0	3.08	238.98	2,299.7	7.0	-18.0	7.1	1.00	0.92	-8.63
2,400.0	4.04	234.38	2,399.5	3.5	-23.2	3.7	1.00	0.96	-4.60
2,500.0 2,600.0 2,700.0 2,800.0 2,900.0	5.01 6.00 6.98 7.98 8.97	231.56 229.65 228.28 227.25 226.45	2,499.2 2,598.7 2,698.1 2,797.3 2,896.2	-1.2 -7.3 -14.8 -23.5 -33.6	-29.5 -36.9 -45.4 -55.0 -65.8	-1.0 -7.0 -14.4 -23.1 -33.1	1.00 1.00 1.00 1.00 1.00	0.98 0.98 0.99 0.99	-2.83 -1.90 -1.37 -1.03 -0.80
3,000.0 3,100.0 3,160.4 3,200.0 3,300.0	9.96 10.96 11.56 11.56	225.80 225.28 225.00 225.00 225.00	2,994.8 3,093.1 3,152.3 3,191.2 3,289.1	-45.0 -57.7 -66.0 -71.7 -85.8	-77.6 -90.6 -98.9 -104.5 -118.7	-44.4 -57.0 -65.2 -70.8 -84.9	1.00 1.00 1.00 0.00 0.00	0.99 1.00 1.00 0.00 0.00	-0.64 -0.53 -0.46 0.00 0.00
3,400.0	11.56	225.00	3,387.1	-100.0	-132.9	-98.9	0.00	0.00	0.00
3,500.0	11.56	225.00	3,485.1	-114.2	-147.1	-113.0	0.00	0.00	0.00
3,600.0	11.56	225.00	3,583.1	-128.3	-161.2	-127.0	0.00	0.00	0.00
3,700.0	11.56	225.00	3,681.0	-142.5	-175.4	-141.1	0.00	0.00	0.00
3,800.0	11.56	225.00	3,779.0	-156.7	-189.6	-155.2	0.00	0.00	0.00
3,860.4 3,900.0 4,000.0 4,024.8 4,100.0	11.56 11.54 11.55 11.57	225.00 223.02 218.03 216.79 216.79	3,838.1 3,877.0 3,975.0 3,999.3 4,072.9	-165.2 -170.9 -186.1 -190.1 -202.2	-198.1 -203.6 -216.6 -219.6 -228.7	-163.6 -169.3 -184.4 -188.3 -200.3	0.00 1.00 1.00 1.00 0.00	0.00 -0.05 0.01 0.06 0.00	0.00 -4.99 -5.00 -4.98 0.00
4,200.0	11.57	216.79	4,170.9	-218.2	-240.7	-216.3	0.00	0.00	0.00
4,300.0	11.57	216.79	4,268.9	-234.3	-252.7	-232.2	0.00	0.00	0.00
4,400.0	11.57	216.79	4,366.8	-250.3	-264.7	-248.2	0.00	0.00	0.00
4,500.0	11.57	216.79	4,464.8	-266.4	-276.7	-264.2	0.00	0.00	0.00
4,600.0	11.57	216.79	4,562.8	-282.5	-288.7	-280.1	0.00	0.00	0.00
4,700.0	11.57	216.79	4,660.7	-298.5	-300.7	-296.1	0.00	0.00	0.00
4,800.0	11.57	216.79	4,758.7	-314.6	-312.7	-312.1	0.00	0.00	0.00
4,900.0	11.57	216.79	4,856.7	-330.6	-324.7	-328.0	0.00	0.00	0.00
5,000.0	11.57	216.79	4,954.6	-346.7	-336.7	-344.0	0.00	0.00	0.00



Well:

Intrepid **Planning Report**



EDM 5000.15 Single User Db Database: Tap Rock Resources, LLC Company: Project: Site:

Lea County, NM (NAD 83 NME) (Mandelbaum Fee) Sec-11_T-24-S_R-34-E

Mandelbaum Fee #122H

OWB Wellbore: Plan #1 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Mandelbaum Fee #122H

KB @ 3513.0usft KB @ 3513.0usft

Grid

Design.	Flail#1								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
5,100.0	11.57	216.79	5,052.6	-362.7	-348.8	-359.9	0.00	0.00	0.00
5,200.0	11.57	216.79	5,150.6	-378.8	-360.8	-375.9	0.00	0.00	0.00
5,300.0	11.57	216.79	5,248.5	-394.9	-372.8	-391.9	0.00	0.00	0.00
5,400.0	11.57	216.79	5,346.5	-410.9	-384.8	-407.8	0.00	0.00	0.00
5,500.0	11.57	216.79	5,444.5	-427.0	-396.8	-423.8	0.00	0.00	0.00
5,600.0	11.57	216.79	5,542.5	-443.0	-408.8	-439.7	0.00	0.00	0.00
5,700.0	11.57	216.79	5,640.4	-459.1	-420.8	-455.7	0.00	0.00	0.00
5,800.0	11.57	216.79	5,738.4	-475.2	-432.8	-471.7	0.00	0.00	0.00
5,900.0	11.57	216.79	5,836.4	-491.2	-444.8	-487.6	0.00	0.00	0.00
6,000.0	11.57	216.79	5,934.3	-507.3	-456.8	-503.6	0.00	0.00	0.00
6,100.0	11.57	216.79	6,032.3	-523.3	-468.8	-519.6	0.00	0.00	0.00
6,200.0	11.57	216.79	6,130.3	-539.4	-480.8	-535.5	0.00	0.00	0.00
6,300.0	11.57	216.79	6,228.2	-555.4	-492.9	-551.5	0.00	0.00	0.00
6,400.0	11.57	216.79	6,326.2	-571.5	-504.9	-567.4	0.00	0.00	0.00
6,500.0	11.57	216.79	6,424.2	-587.6	-516.9	-583.4	0.00	0.00	0.00
6,600.0	11.57	216.79	6,522.1	-603.6	-528.9	-599.4	0.00	0.00	0.00
6,700.0	11.57	216.79	6,620.1	-619.7	-540.9	-615.3	0.00	0.00	0.00
6,800.0	11.57	216.79	6,718.1	-635.7	-552.9	-631.3	0.00	0.00	0.00
6,900.0	11.57	216.79	6,816.1	-651.8	-564.9	-647.2	0.00	0.00	0.00
7,000.0	11.57	216.79	6,914.0	-667.9	-576.9	-663.2	0.00	0.00	0.00
7,100.0	11.57	216.79	7,012.0	-683.9	-588.9	-679.2	0.00	0.00	0.00
7,200.0	11.57	216.79	7,110.0	-700.0	-600.9	-695.1	0.00	0.00	0.00
7,300.0	11.57	216.79	7,207.9	-716.0	-612.9	-711.1	0.00	0.00	0.00
7,400.0	11.57	216.79	7,305.9	-732.1	-624.9	-727.1	0.00	0.00	0.00
7,500.0	11.57	216.79	7,403.9	-748.1	-636.9	-743.0	0.00	0.00	0.00
7,600.0	11.57	216.79	7,501.8	-764.2	-649.0	-759.0	0.00	0.00	0.00
7,700.0	11.57	216.79	7,599.8	-780.3	-661.0	-774.9	0.00	0.00	0.00
7,800.0	11.57	216.79	7,697.8	-796.3	-673.0	-790.9	0.00	0.00	0.00
7,900.0	11.57	216.79	7,795.7	-812.4	-685.0	-806.9	0.00	0.00	0.00
8,000.0	11.57	216.79	7,893.7	-828.4	-697.0	-822.8	0.00	0.00	0.00
8,100.0	11.57	216.79	7,991.7	-844.5	-709.0	-838.8	0.00	0.00	0.00
8,200.0	11.57	216.79	8,089.7	-860.6	-721.0	-854.7	0.00	0.00	0.00
8,300.0	11.57	216.79	8,187.6	-876.6	-733.0	-870.7	0.00	0.00	0.00
8,400.0	11.57	216.79	8,285.6	-892.7	-745.0	-886.7	0.00	0.00	0.00
8,500.0	11.57	216.79	8,383.6	-908.7	-757.0	-902.6	0.00	0.00	0.00
8,569.0	11.57	216.79	8,451.1	-919.8	-765.3	-913.6	0.00	0.00	0.00
8,600.0	11.26	216.79	8,481.5	-924.7	-769.0	-918.5	1.00	-1.00	0.00
8,700.0	10.26	216.79	8,579.8	-939.7	-780.2	-933.4	1.00	-1.00	0.00
8,800.0	9.26	216.79	8,678.3	-953.2	-790.3	-946.9	1.00	-1.00	0.00
8,900.0	8.26	216.79	8,777.2	-965.4	-799.4	-959.0	1.00	-1.00	0.00
9,000.0	7.26	216.79	8,876.3	-976.2	-807.5	-969.7	1.00	-1.00	0.00
9,100.0	6.26	216.79	8,975.6	-985.7	-814.6	-979.1	1.00	-1.00	0.00
9,200.0	5.26	216.79	9,075.1	-993.7	-820.6	-987.1	1.00	-1.00	0.00
9,300.0	4.26	216.79	9,174.7	-1,000.3	-825.5	-993.7	1.00	-1.00	0.00
9,400.0	3.26	216.79	9,274.5	-1,005.6	-829.5	-998.9	1.00	-1.00	0.00
9,500.0	2.26	216.79	9,374.4	-1,009.4	-832.3	-1,002.7	1.00	-1.00	0.00
9,600.0 9,700.0 9,725.7 9,800.0 9,900.0	1.26 0.26 0.00 0.00 0.00	216.79 216.79 0.00 0.00 0.00	9,474.3 9,574.3 9,600.0 9,674.3 9,774.3	-1,011.9 -1,013.0 -1,013.0 -1,013.0 -1,013.0	-834.2 -835.0 -835.0 -835.0 -835.0	-1,005.2 -1,006.2 -1,006.3 -1,006.3	1.00 1.00 1.00 0.00 0.00	-1.00 -1.00 -1.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00
10,000.0	0.00	0.00	9,874.3	-1,013.0	-835.0	-1,006.3	0.00	0.00	0.00
10,100.0	0.00	0.00	9,974.3	-1,013.0	-835.0	-1,006.3	0.00	0.00	0.00
10,200.0	0.00	0.00	10,074.3	-1,013.0	-835.0	-1,006.3	0.00	0.00	0.00



IntrepidPlanning Report



Database: Company: Project: Site:

Well:

EDM 5000.15 Single User Db Tap Rock Resources, LLC Lea County, NM (NAD 83 NME)

(Mandelbaum Fee) Sec-11_T-24-S_R-34-E Mandelbaum Fee #122H

Wellbore: OWB
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Mandelbaum Fee #122H

KB @ 3513.0usft KB @ 3513.0usft

Grid

Design.	riaii # i								
Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
10,300.0	0.00	0.00	10,174.3	-1,013.0	-835.0	-1,006.3	0.00	0.00	0.00
10,400.0	0.00	0.00	10,274.3	-1,013.0	-835.0	-1,006.3	0.00	0.00	0.00
10,500.0	0.00	0.00	10,374.3	-1,013.0	-835.0	-1,006.3	0.00	0.00	0.00
10,569.7	0.00	0.00	10,444.0	-1,013.0	-835.0	-1,006.3	0.00	0.00	0.00
10,600.0	3.03	359.54	10,474.3	-1,012.2	-835.0	-1,005.5	10.00	10.00	0.00
10,650.0	8.03	359.54	10,524.1	-1,007.4	-835.0	-1,000.6	10.00	10.00	0.00
10,700.0	13.03	359.54	10,573.2	-998.2	-835.1	-991.5	10.00	10.00	0.00
10,750.0	18.03	359.54	10,621.4	-984.9	-835.2	-978.1	10.00	10.00	0.00
10,800.0	23.03	359.54	10,668.2	-967.3	-835.4	-960.6	10.00	10.00	0.00
10,850.0	28.03	359.54	10,713.3	-945.8	-835.5	-939.0	10.00	10.00	0.00
10,900.0	33.03	359.54	10,756.3	-920.4	-835.7	-913.7	10.00	10.00	0.00
10,950.0	38.03	359.54	10,797.0	-891.3	-836.0	-884.6	10.00	10.00	0.00
11,000.0	43.03	359.54	10,835.0	-858.9	-836.2	-852.1	10.00	10.00	0.00
11,050.0	48.03	359.54	10,870.0	-823.2	-836.5	-816.5	10.00	10.00	0.00
11,100.0	53.03	359.54	10,901.8	-784.6	-836.8	-777.9	10.00	10.00	0.00
11,150.0	58.03	359.54	10,930.1	-743.4	-837.2	-736.7	10.00	10.00	0.00
11,200.0	63.03	359.54	10,954.7	-699.9	-837.5	-693.1	10.00	10.00	0.00
11,250.0	68.03	359.54	10,975.4	-654.4	-837.9	-647.6	10.00	10.00	0.00
11,300.0	73.03	359.54	10,992.0	-607.3	-838.3	-600.5	10.00	10.00	0.00
11,350.0	78.03	359.54	11,004.5	-558.9	-838.7	-552.1	10.00	10.00	0.00
11,400.0	83.03	359.54	11,012.7	-509.6	-839.0	-502.8	10.00	10.00	0.00
11,450.0	88.03	359.54	11,016.6	-459.7	-839.4	-453.0	10.00	10.00	0.00
11,500.0	93.03	359.54	11,016.2	-409.8	-839.8	-403.0	10.00	10.00	0.00
11,510.7	94.10	359.54	11,015.5	-399.1	-839.9	-392.3	10.00	10.00	0.00
11,600.0	94.10	359.54	11,009.1	-310.0	-840.7	-303.3	0.00	0.00	0.00
11,700.0	94.10	359.54	11,001.9	-210.3	-841.5	-203.5	0.00	0.00	0.00
11,800.0	94.10	359.54	10,994.8	-110.5	-842.3	-103.8	0.00	0.00	0.00
11,900.0	94.10	359.54	10,987.6	-10.8	-843.1	-4.0	0.00	0.00	0.00
12,000.0	94.10	359.54	10,980.5	88.9	-843.9	95.7	0.00	0.00	0.00
12,100.0	94.10	359.54	10,973.3	188.7	-844.7	195.5	0.00	0.00	0.00
12,200.0	94.10	359.54	10,966.2	288.4	-845.5	295.2	0.00	0.00	0.00
12,300.0	94.10	359.54	10,959.0	388.2	-846.3	395.0	0.00	0.00	0.00
12,400.0	94.10	359.54	10,951.8	487.9	-847.1	494.7	0.00	0.00	0.00
12,500.0	94.10	359.54	10,944.7	587.6	-847.9	594.4	0.00	0.00	0.00
12,600.0	94.10	359.54	10,937.5	687.4	-848.7	694.2	0.00	0.00	0.00
12,700.0	94.10	359.54	10,930.4	787.1	-849.5	793.9	0.00	0.00	0.00
12,800.0	94.10	359.54	10,923.2	886.9	-850.3	893.7	0.00	0.00	0.00
12,900.0	94.10	359.54	10,916.0	986.6	-851.1	993.4	0.00	0.00	0.00
13,000.0	94.10	359.54	10,908.9	1,086.4	-851.9	1,093.2	0.00	0.00	0.00
13,100.0	94.10	359.54	10,901.7	1,186.1	-852.7	1,192.9	0.00	0.00	0.00
13,200.0	94.10	359.54	10,894.6	1,285.8	-853.5	1,292.6	0.00	0.00	0.00
13,300.0	94.10	359.54	10,887.4	1,385.6	-854.3	1,392.4	0.00	0.00	0.00
13,400.0	94.10	359.54	10,880.3	1,485.3	-855.1	1,492.1	0.00	0.00	0.00
13,500.0	94.10	359.54	10,873.1	1,585.1	-855.9	1,591.9	0.00	0.00	0.00
13,600.0	94.10	359.54	10,865.9	1,684.8	-856.7	1,691.6	0.00	0.00	0.00
13,700.0	94.10	359.54	10,858.8	1,784.5	-857.5	1,791.4	0.00	0.00	0.00
13,800.0	94.10	359.54	10,851.6	1,884.3	-858.3	1,891.1	0.00	0.00	0.00
13,900.0	94.10	359.54	10,844.5	1,984.0	-859.1	1,990.8	0.00	0.00	0.00
14,000.0	94.10	359.54	10,837.3	2,083.8	-859.9	2,090.6	0.00	0.00	0.00
14,100.0	94.10	359.54	10,830.2	2,183.5	-860.7	2,190.3	0.00	0.00	0.00
14,200.0	94.10	359.54	10,823.0	2,283.2	-861.5	2,290.1	0.00	0.00	0.00
14,300.0	94.10	359.54	10,815.8	2,383.0	-862.3	2,389.8	0.00	0.00	0.00
14,400.0	94.10	359.54	10,808.7	2,482.7	-863.1	2,489.6	0.00	0.00	0.00
14,500.0	94.10	359.54	10,801.5	2,582.5	-863.9	2,589.3	0.00	0.00	0.00



IntrepidPlanning Report



Database: Company: Project:

Site:

EDM 5000.15 Single User Db Tap Rock Resources, LLC Lea County, NM (NAD 83 NME)

(Mandelbaum Fee) Sec-11_T-24-S_R-34-E

Well: Mandelbaum Fee #122H

Wellbore: OWB
Design: Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Mandelbaum Fee #122H

KB @ 3513.0usft KB @ 3513.0usft

Grid

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)
14,600.0	94.10	359.54	10,794.4	2,682.2	-864.7	2,689.1	0.00	0.00	0.00
14,700.0	94.10	359.54	10,787.2	2,781.9	-865.5	2,788.8	0.00	0.00	0.00
14,800.0	94.10	359.54	10,780.1	2,881.7	-866.3	2,888.5	0.00	0.00	0.00
14,900.0	94.10	359.54	10,772.9	2,981.4	-867.1	2,988.3	0.00	0.00	0.00
15,000.0	94.10	359.54	10,765.7	3,081.2	-867.9	3,088.0	0.00	0.00	0.00
15,100.0	94.10	359.54	10,758.6	3,180.9	-868.7	3,187.8	0.00	0.00	0.00
15,200.0	94.10	359.54	10,751.4	3,280.6	-869.5	3,287.5	0.00	0.00	0.00
15,300.0	94.10	359.54	10,744.3	3,380.4	-870.3	3,387.3	0.00	0.00	0.00
15,400.0	94.10	359.54	10,737.1	3,480.1	-871.1	3,487.0	0.00	0.00	0.00
15,500.0	94.10	359.54	10,729.9	3,579.9	-871.9	3,586.7	0.00	0.00	0.00
15,600.0	94.10	359.54	10,722.8	3,679.6	-872.7	3,686.5	0.00	0.00	0.00
15,700.0	94.10	359.54	10,715.6	3,779.3	-873.5	3,786.2	0.00	0.00	0.00
15,800.0	94.10	359.54	10,708.5	3,879.1	-874.3	3,886.0	0.00	0.00	0.00
15,900.0	94.10	359.54	10,701.3	3,978.8	-875.1	3,985.7	0.00	0.00	0.00
16,000.0	94.10	359.54	10,694.2	4,078.6	-875.9	4,085.5	0.00	0.00	0.00
16,100.0	94.10	359.54	10,687.0	4,178.3	-876.7	4,185.2	0.00	0.00	0.00
16,133.8	94.10	359.54	10,684.6	4,212.0	-877.0	4,218.9	0.00	0.00	0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL (Mandelbaum I - plan hits target o - Rectangle (sides	enter		-,	4,212.0	-877.0	451,926.00	816,650.00	32° 14' 21.419 N	103° 26' 34.402 W
LTP (Mandelbaum Fe - plan misses targ - Point			10,684.6 6039.0usft	4,117.0 MD (10691.4	-876.0 I TVD, 4117	451,831.00 .5 N, -876.2 E)	816,651.00	32° 14' 20.479 N	103° 26' 34.400 W
FTP (Mandelbaum Fe - plan misses targ - Point			10,985.0 t 11030.8us	-963.0 sft MD (1085	-835.0 6.9 TVD, -83	446,751.00 37.3 N, -836.4 E)	816,692.00	32° 13' 30.210 N	103° 26' 34.413 W



Well:

IntrepidPlanning Report



Database: EDM 5000.15 Single User Db
Company: Tap Rock Resources, LLC
Project: Lea County, NM (NAD 83 NME)
Site: (Mandelbaum Fee) Sec-11_T-24-S_R-34-E

Mandelbaum Fee #122H

Wellbore: OWB
Design: Plan #1

Local Co-ordinate Reference: TVD Reference:

MD Reference: North Reference: Survey Calculation Method: Well Mandelbaum Fee #122H

KB @ 3513.0usft KB @ 3513.0usft Grid

rmations						
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
	1,015.0	1,015.0	Rustler Anhydrite			
	2,200.2	2,200.0	Top Salt			
	5,383.1	5,330.0	Base Salt			
	5,424.0	5,370.0	Delaware Mountain Gp			
	5,434.2	5,380.0	Lamar			
	5,449.5	5,395.0	Bell Canyon			
	5,510.7	5,455.0	Ramsey Sand			
	6,495.7	6,420.0	Cherry Canyon			
	7,792.1	7,690.0	Brushy Canyon			
	9,290.3	9,165.0	Bone Spring Lime			
	9,345.4	9,220.0	Upper Avalon			
	9,560.7	9,435.0	Middle Avalon			
	10,015.7	9,890.0	Lower Avalon			
	10,360.7	10,235.0	1st Bone Spring Sand			
	10,580.7	10,455.0	2nd Bone Spring Carb			
	10,922.6	10,775.0	2nd Bone Spring Sand			

Plan Annotat	ions				
Measured Depth (usft)		Vertical Depth (usft)	Local Coor +N/-S (usft)	dinates +E/-W (usft)	Comment
	1,200.0	1,200.0	0.0	0.0	DRIFT NORTHWEST - Build 1.00
	1,300.0	1,300.0	0.6	-0.6	HOLD - 700.1 at 1300.0 MD
	2,000.1	2,000.0	9.3	-9.3	NUDGE - DLS 1.00 TFO -94.88
	3,160.4	3,152.3	-66.0	-98.9	HOLD - 700.0 at 3160.4 MD
	3,860.4	3,838.1	-165.2	-198.1	TRN - DLS 1.00 TFO -93.77
	4,024.8	3,999.3	-190.1	-219.6	HOLD - 4544.1 at 4024.8 MD
	8,569.0	8,451.1	-919.8	-765.3	DROP1.00
	9,725.7	9,600.0	-1,013.0	-835.0	HOLD - 844.0 at 9725.7 MD
	10,569.7	10,444.0	-1,013.0	-835.0	KOP - DLS 10.00 TFO 359.54
	11,510.7	11,015.5	-399.1	-839.9	EOC - 4623.1 hold at 11510.7 MD
	16,133.8	10,684.6	4,212.0	-877.0	TD at 16133.8

State of New Mexico Energy, Minerals and Natural Resources Department

Submit Electronically Via E-permitting

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

NATURAL GAS MANAGEMENT PLAN

This Natural Gas Management Plan must be submitted with each Application for Permit to Drill (APD) for a new or recompleted well.

				Plan D	escription , 2021					
I. Operator:Ta	o Rock Oper	ating LLC	0	OGRID: _	372043		Da	ate: _2/28	/2021	_
II. Type: ⊠ Original □] Amendmer	nt due to □ 19.15.27	7.9.D(6	6)(a) NMA	.C □ 19.15.27.9	.D(6)(b) N	NMAC	☐ Other.		
If Other, please describes	:									
III. Well(s): Provide the be recompleted from a si						of wells pi	oposed	l to be dri	lled o	r proposed to
Well Name	API	ULSTR		Footages		Anticipated Oil BBL/D		Anticipated Gas MCF/D		Anticipated Produced Water
Mandelbaum Fee #122F	I	Sec 11, T24S R 34	4E	1054 FSL	L, 2462 FEL	710	850			2800
V. Anticipated Schedul proposed to be recomple	e: Provide th	e following informa	ation fo	or each nev	w or recompleted	l well or s	et of w	ells propo	sed to	o be drilled or
Well Name	API	Spud Date		Reached Date	Completi Commenceme			al Flow k Date	Firs	st Production Date
Mandelbaum Fee #122H		3/17/22	3/25	5/22	6/19/22		6/25/2	22	6/25	5/22
VI. Separation Equipm VII. Operational Pract Subsection A through F of VIII. Best Managemen during active and planne	ices: ⊠ Atta of 19.15.27.8 t Practices:	ach a complete desc 3 NMAC.	cription	n of the ac	ctions Operator v	vill take t	o comp	oly with t	he red	quirements of

Section 2 – Enhanced Plan <u>EFFECTIVE APRIL 1, 2022</u>

Beginning April 1, 2022, an operator that is not in compliance with its statewide natural gas capture requirement for the applicable reporting area must complete this section.

🗵 Operator certifies that it is not required to complete this section because Operator is in compliance with its statewide natural gas capture requirement for the applicable reporting area.

IX. Anticipated Natural Gas Production:

Well	API	Anticipated Average Natural Gas Rate MCF/D	Anticipated Volume of Natural Gas for the First Year MCF

X. Natural Gas Gathering System (NGGS):

Operator	System	ULSTR of Tie-in	Anticipated Gathering Start Date	Available Maximum Daily Capacity of System Segment Tie-in
				, and the second

XI. Map. Attach an accurate and legible map depicting the location of the well(s), the anticipated pipeline route(s) connecting the
production operations to the existing or planned interconnect of the natural gas gathering system(s), and the maximum daily capacity of
the segment or portion of the natural gas gathering system(s) to which the well(s) will be connected.

XII. Line Capacity. The natural gas gathering system \square will \square will not have capacity to gather 100% of the a	anticipated natural gas
production volume from the well prior to the date of first production.	

XIII. Line Pressure. Operator \square does \square does not anticipate that its existing well(s) connected to the same segment, or portio	n, of the
natural gas gathering system(s) described above will continue to meet anticipated increases in line pressure caused by the new	

\neg	1	, , 1		1 4	•	1 .	1.1"
- 1	Allach Uber	aior s bian	no manage	production	in response i	to the increase	ed line pressure

XIV. Confidentiality: Operator asserts confidentiality pursuant to Section 71-2-8 NMSA 1978 for the information provided
Section 2 as provided in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and attaches a full description of the specific information
for which confidentiality is asserted and the basis for such assertion.

(i)

Section 3 - Certifications Effective May 25, 2021

Operator certifies that, after reasonable inquiry and based on the available information at the time of submittal: 🖂 Operator will be able to connect the well(s) to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system: or ☐ Operator will not be able to connect to a natural gas gathering system in the general area with sufficient capacity to transport one hundred percent of the anticipated volume of natural gas produced from the well(s) commencing on the date of first production, taking into account the current and anticipated volumes of produced natural gas from other wells connected to the pipeline gathering system. If Operator checks this box, Operator will select one of the following: Well Shut-In. ☐ Operator will shut-in and not produce the well until it submits the certification required by Paragraph (4) of Subsection D of 19.15.27.9 NMAC; or Venting and Flaring Plan.

Operator has attached a venting and flaring plan that evaluates and selects one or more of the potential alternative beneficial uses for the natural gas until a natural gas gathering system is available, including: power generation on lease; (a) **(b)** power generation for grid; compression on lease; (c) (d) liquids removal on lease; reinjection for underground storage; (e) **(f)** reinjection for temporary storage; (g) reinjection for enhanced oil recovery; fuel cell production; and (h)

Section 4 - Notices

1. If, at any time after Operator submits this Natural Gas Management Plan and before the well is spud:

other alternative beneficial uses approved by the division.

- (a) Operator becomes aware that the natural gas gathering system it planned to connect the well(s) to has become unavailable or will not have capacity to transport one hundred percent of the production from the well(s), no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised venting and flaring plan containing the information specified in Paragraph (5) of Subsection D of 19.15.27.9 NMAC; or
- (b) Operator becomes aware that it has, cumulatively for the year, become out of compliance with its baseline natural gas capture rate or natural gas capture requirement, no later than 20 days after becoming aware of such information, Operator shall submit for OCD's approval a new or revised Natural Gas Management Plan for each well it plans to spud during the next 90 days containing the information specified in Paragraph (2) of Subsection D of 19.15.27.9 NMAC, and shall file an update for each Natural Gas Management Plan until Operator is back in compliance with its baseline natural gas capture rate or natural gas capture requirement.
- 2. OCD may deny or conditionally approve an APD if Operator does not make a certification, fails to submit an adequate venting and flaring plan which includes alternative beneficial uses for the anticipated volume of natural gas produced, or if OCD determines that Operator will not have adequate natural gas takeaway capacity at the time a well will be spud.

I certify that, after reasonable inquiry, the statements in and attached to this Natural Gas Management Plan are true and correct to the best of my knowledge and acknowledge that a false statement may be subject to civil and criminal penalties under the Oil and Gas Act.

Signature:
Printed Name: Jeff Trlica
Title: Regulatory Analyst
E-mail Address: jtrlica@taprk.com
Date: 2/28/2022
Phone:720-772-5910
OIL CONSERVATION DIVISION (Only applicable when submitted as a standalone form)
Approved By:
Title:
Approval Date:
Conditions of Approval:

VI. **Separation Equipment:** Attach a complete description of how Operator will size separation equipment to optimize gas capture:

Each surface facility design includes the following process equipment: 3-phase separators (1 separator per well), a sales gas scrubber, one or two 3-phase heater treaters, a vapor recovery tower (VRT), a VRU compressor, multiple water and oil tanks, as well as flare knockouts (HP & LP), and flares (HP & LP). All process vessels will be sized to separate oil, water, gas based upon typical/historical & predicted well performance. Each process vessel will be fitted with an appropriately sized PSV as per ASME code requirements to mitigate vessel rupture and loss of containment. Additionally, the process vessels will be fitted with pressure transmitters tied to the facility control system which will allow operations to monitor pressures and when necessary, shut-in the facility to avoid vessel over-pressure and the potential vent of natural gas. Natural gas will preferentially be sold to pipeline, and only during upset/emergency conditions will gas be directed to the HP flare system. Flash gas from both the 3-phase heater treater and the VRT will be recompressed using a VRU compressor and this gas will also preferentially be directed to the gas sales pipeline. Oil tanks & water tanks will be fitted with 16 oz thief hatches as well as PVRVs to protect the tanks from rupture/collapse. Additionally, the tank vapor outlets and tank vapor capture system will be sized to keep tank pressures below 12 oz. The tank vapor capture system will include a tank vapor blower & knockout as well as a lowpressure flare and knockout. Tank vapors will preferentially be directed to the VRU and the sales gas pipeline. Only during process upsets/emergency conditions will tank vapors be directed to the LP flare system.

VII. **Operational Practices:** Attach a complete description of the actions Operator will take to comply with the requirements of Subsection A through F of 19.15.27.8 NMAC. ← See attached reg for requirements.

- During drilling operations- Gas meters will be installed at the shakers and Volume
 Totalizers will be installed on the pits. In the event that elevated gas levels, or a pit
 gain are observed, returns will be diverted to a gas buster. Gas coming off the gas
 buster will be combusted at the flare stack. A 10' or taller flare will be located at
 least 100' from the SHL.
- During completions operations, including stimulation and frac plug drill out operations, hydrocarbon production to surface is minimized. When gas production does occur, gas will be combusted at a flare stack. A 10' or taller flare will be located at least 100' from the SHL.
- During production operations, all process vessels (separators, heater treaters, VRTs, Tanks) will recompress (where necessary) and route gas outlets into the natural gas gathering pipeline. Gas will preferentially be routed to natural gas gathering pipeline and the flare system will be used only during emergency, malfunction, or if the gas does not meet pipeline specifications. In the event of flaring off-specification gas, operations will pull gas samples twice a week and will also route gas back to pipeline as soon as the gas meets specification. Exceptions to this will include only those qualified exceptions per the regulation 19.15.27.8 Subsection D.

To comply with state performance standards, separation and storage equipment will be designed to handle the maximum anticipated throughput and pressure to minimize waste and reduce the likelihood of venting gas to atmosphere. Additionally, each storage atmospheric tank (Oil & Water) will be fitted with a level transmitter to facilitate gauging of the tank without opening of the thief hatch. Any gas collected through the tank vent system is expected to be recompressed and routed to sales. However, in the event of an emergency, the tank vapor capture system will be designed to combust the gas using a flare stack fitted with a continuous or automatic ignitor. The flare stack will be properly anchored and will be located a minimum of 100 feet from the well and storage tanks. Operators will conduct weekly AVO inspections. These AVO inspection records will be stored for the required 5-year period and will be made available upon Division request.

VIII. **Best Management Practices:** Attach a complete description of Operator's best management practices to minimize venting during active and planned maintenance.

• When performing routine or preventive maintenance on a vessel or tank, initially all inlet valves are closed, and the vessel or tank is allowed to depressurize through the normal outlet connections to gas sales and/or liquid tanks. Once the vessel or tank is depressurized to lowest acceptable sales outlet pressure, usually around 20 psig, a temporary low-pressure flowline is connected from the vessel or tank to the Vapor Recovery Unit (VRU) for further pressure reduction. Once depressurized to less than 1-2 psig, the remaining natural gas in the vessel or tank is vented to atmosphere through a controlled pressure relief valve. Once the vessel or tank is depressurized to atmospheric pressure, the vessel or tank can be safely opened, and maintenance performed.