

Approved

NSL

Order

Approved: 07/16/20

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



July 16, 2020

Ms. Kaitlyn A. Luck
kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8047

Tap Rock Operating, LLC [OGRID 372043]
WTG Federal Com Well No. 217H
API No. 30-015-PENDING

Proposed Location

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	259 FNL & 2025 FWL	C	27	26S	29E	Eddy
First Take Point	330 FNL & 2228 FWL	C	27	26S	29E	Eddy
Last Take Point	100 FSL & 2228 FWL	10	34	26S	29E	Eddy
Terminus	30 FSL & 2228 FWL	10	34	26S	29E	Eddy

Proposed Horizontal Gas Units

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
W/2 of Section 27	457.78	Purple Sage; Wolfcamp (GAS)	98220
W/2 of Section 34			

Reference is made to your application received on July 13, 2020.

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 for the Purple Sage; Wolfcamp (Gas) Pool of and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 100 feet to the southern edge of the horizontal spacing unit. 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 to optimize well spacing and thereby preventing waste within the Wolfcamp formation underlying the W/2 of Section 27 and the W/2 of irregular Section 34.

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.**

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.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc: Oil Conservation Division – Artesia District Office
State Land Office – Oil, Gas, and Mineral Division
Bureau of Land Management – Carlsbad Field Office

From: [Lowe, Leonard, EMNRD](#)
To: [Kaitlyn A. Luck](#)
Cc: [Bratcher, Mike, EMNRD](#); [Podany, Raymond, EMNRD](#); "[lisa@rwbyram.com](#)"; [Simmons, Kurt, EMNRD](#); [Terry Warnell](#); [McClure, Dean, EMNRD](#); [Simmons, Kurt, EMNRD](#); [Garcia, John A, EMNRD](#); [Scott Cox](#); "[jglover@blm.gov](#)"; [Holm, Anchor E.](#)
Subject: APPROVED NSLs_TAP ROCK OPERATING, LLC_ WTG FED COM WELLS [202H, 212H, 217H]_SEC 27 26S 29E
Date: Thursday, July 23, 2020 1:49:00 PM
Attachments: [NSL-8045 TAP ROCK WTG Fed Com Well No. 202H 07.13.20 SIGNED.pdf](#)
[NSL-8046 TAP ROCK WTG Fed Com Well No. 212H 07.13.20 SIGNED.pdf](#)
[NSL-8047 TAP ROCK WTG Fed Com Well No. 217H 07.13.20 SIGNED.pdf](#)
[image001.png](#)
Importance: High

Ms. Kaitlyn A. Luck,

The following NSL Administrative Orders have been issued and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

Tap Rock Operating, LLC [372043]

NSL	AMD	My	API
8047	-	WTG Federal Com Well No. 217H	30-015-PENDING
8046	-	WTG Federal Com Well No. 212H	30-015-PENDING
8045	-	WTG Federal Com Well No. 202H	30-015-PENDING

A copy of the approved orders are attached.

PLEASE INFORM THE OCD WHEN THESE WELLS HAVE BEEN ASSIGNED AN API NUMBER.

Leonard R. Lowe

Engineering Bureau

OCD - EMNRD

5200 Oakland Ave

Albuquerque, N.M. 87113

C: 505-930-6717

<http://www.emnrd.state.nm.us/ocd/>