NMOCD Rec'd: 9/24/2020

State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Sarah Cottrell Propst Cabinet Secretary

Adrienne E. Sandoval, Director

Oil Conservation Division

Todd E. Leahy, JD, PhD **Deputy Cabinet Secretary**

July 16, 2020

Ms. Kaitlyn A. Luck kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8046

Tap Rock Operating, LLC [OGRID 372043] WTG Federal Com Well No. 212H API No. 30-015-PENDING

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County_
Surface	260 FNL & 2000 FWL	C	27	26S	29E	Eddy
First Take Point	330 FNL & 1095 FWL	C	27	26S	29E	Eddy
Last Take Point	100 FSL & 1044 FWL	10	34	26S	29E	Eddy
Terminus	30 FSL & 1612 FWL	10	34	26S	29E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
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.

Administrative Order NSL-8046 Tap Rock Operating, LLC July 16, 2020 Page 2 of 2

Division understands you are seeking this unorthodox location in order 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 District I 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 **AS-DRILLED**

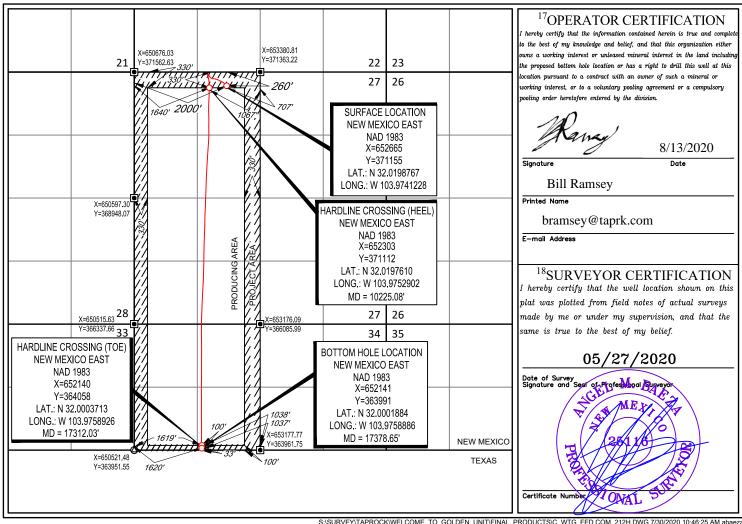
WELL LOCATION AND ACREAGE DEDICATION PLAT

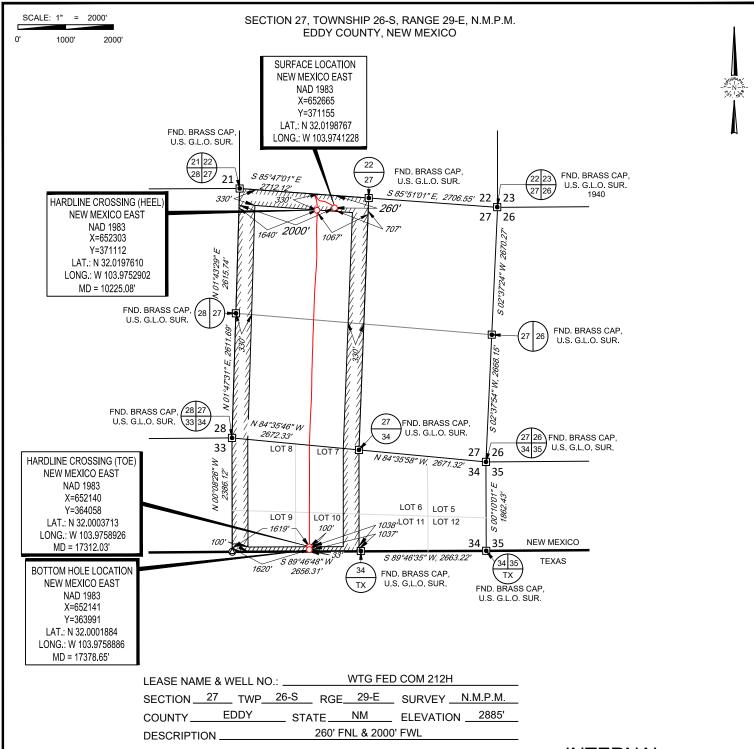
	¹ API Number ² Pool Code 98220		³ Pool Name PURPLE SAGE; WOLFCAMP		
⁴ Property Code		⁶ Well Number			
326330		212H			
⁷ OGRID No.		⁹ Elevation			
#372043		2885'			

¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	27	26-S	29-E	_	260'	NORTH	2000'	WEST	EDDY
	11Bottom 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
10	34	26-S	29-E	_	33'	SOUTH	1620'	WEST	EDDY
12Dedicated Acres	¹³ Joint or l	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.







INTERNAL PRE-COMPLETION **PLAT**



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

WT0 FFD 0014 04011	REVISION:			
WTG FED COM 212H PRE-COMPLETION	INT	DATE	2	
THE COMMENTAL			3	
DATE: 07/29/2020				
FILE:C_WTG_FED COM_212H				
DRAWN BY: H.B.				
SHEET: 1 OF 1				

ORIGINAL DOCUMENT SIZE: 8.5" X 11"

ORIGINAL DOCUMENT SIZE, 6.3 A TTO
ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREIN ARE GRID BASED UPON THE NEW MEXICO COORDINATE
SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.
THIS WELL 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.