<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

<u>District III</u> 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**

Form C-101 August 1, 2011

Permit 253037

APPLICATION FOR PERMIT 1	TO DRILL, RE-ENTER, DEEPEN	I, PLUGBACK, OR ADD A ZONE
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AFFLICATION FOR FERMIT TO DRILL, RE-ENTER, DEEPEN, FLOGBACK, OR ADD A ZONE							
Operator Name and Address		2. OGRID Number					
TAP ROCK OPERATING, LL	372043						
602 Park Point Drive	3. API Number						
Golden, CO 80401		30-025-44915					
4. Property Code	5. Property Name	6. Well No.					
321012 COSMO K 24S35E3328		133					
7. Surface Location							

- Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
G	33	24S	35E	G	2306	N	1902	E	Lea

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
G	28	24S	35E	G	1520	N	2200	E	Lea

9. Pool Information

WC-025 G-09 S243532M;WOLFBONE	98098	

Additional Well Information

11. Work Type	12. Well Type	13. Cable/Rotary	14. Lease Type	15. Ground Level Elevation
New Well	OIL		Private	3289
16. Multiple	17. Proposed Depth	18. Formation	19. Contractor	20. Spud Date
N	18350	3rd Bone Spring Sand		6/25/2018
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
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

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC	
Surf	17.5	13.375	54.5	1000	1000	0	
Int1	12.25	9.625	40	5025	1675	0	
Int2	8.75	7.625	29.7	11570	680	0	
Prod	6.75	5.5	20	11470	30	11000	
Prod	6.75	5	18	18350	400	11470	

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

Туре	Working Pressure	Working Pressure Test Pressure	
Annular	Annular 5000		
Double Ram	Double Ram 10000		
Blind	10000	5000	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☑ and/or 19.15.14.9 (B) NMAC ☑, if applicable. Signature:				OIL CONSERVATIO	ON DIVISION
Printed Name:	Electronically filed by Clayton Spe	orich	Approved By:	Paul F Kautz	
Title:	Vice President - Land & Legal		Title:	Geologist	
Email Address:	ress: csporich@taprk.com		Approved Date:	6/25/2018	Expiration Date: 6/25/2020
Date:	6/25/2018	Phone: 720-772-5093	Conditions of Approval Attached		

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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**

Form C-102 August 1, 2011

Permit 253037

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-025-44915	98098	WC-025 G-09 S243532M;WOLFBONE
4. Property Code	5. Property Name	6. Well No.
321012	COSMO K 24S35E3328	133
7. OGRID No.	8. Operator Name	9. Elevation
372043	TAP ROCK OPERATING, LLC	3289

10. Surface Location UL - Lot Section Township Lot Idn Feet From N/S Line Feet From E/W Line G 33 24S 35E 2306 1902

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres		13. Joint or Infill		14. Consolidation Code		•	15. Order No.		
200.00					Unitizati	on			

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

OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. Clayton Sporich E-Signed By: Vice President - Land & Legal Title: 6/25/2018 Date SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Michael Brown Surveyed By: 2/18/2018 Date of Survey: 18329

Certificate Number:

Form APD Comments

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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**

PERMIT COMMENTS

Operator Name and Address:	API Number:
TAP ROCK OPERATING, LLC [372043]	30-025-44915
602 Park Point Drive	Well:
Golden, CO 80401	COSMO K 24S35E3328 #133

Created By Comment Comment Date

Permit 253037

Form APD Conditions

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Permit 253037

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
TAP ROCK OPERATING, LLC [372043]	30-025-44915
602 Park Point Drive	Well:
Golden, CO 80401	COSMO K 24S35E3328 #133

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
pkautz	1) SURFACE & INTERMEDIATE1 CASING - Cement must circulate to surface 2) INTERMEDIATE2 CASING - Cement must tie back into intermediate1 casing 3) PRODUCTION CASING - Cement must tie back into intermediate2 casing
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	1)- The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of the well being spud 2)- Drilling Sundries Form C-103 (Casing and Cement test are to be submitted within 10 days 3)- Completion Reports & Logs are to be submitted within 45 days 4)- Deviation / Directional Drill Survey are to be filed with or prior to C-104
pkautz	It is the operator's responsibility to monitor cancellation dates of approved APDs. APD's are good for 2 years and may be extended for one year. Only one 1 year extension will be granted if submitted by C-103 before expiration date. After expiration date or after a 1 year extension must submit new APD.
pkautz	Stage Tool - 1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.