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

APPLICATION OF TAP ROCK RESOURCES, LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 21107

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by Tap Rock Resources, LLC as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Tap Rock Resources, LLC

APPLICANT'S ATTORNEY

James Bruce P.O. Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attention:

Dana Arnold

OPPONENT

COG Operating LLC

OPPONENT'S ATTORNEY

Ocean Munds-Dry et al.

STATEMENT OF THE CASE

APPLICANT

Tap Rock Resources, LLC seeks an order allowing it to drill infill wells in the Bone Spring formation underlying a (proximity tract) horizontal spacing unit comprised of the E/2W/2 and the W/2E/2 of Section 11, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico. The well unit is subject to Division Order No. R-20538 issued to COG Operating LLC. The unit will be dedicated to the Mandelbaum Fee Well Nos. 122H, 123H, 142H, 143H, 192H, and 193H. Also to be considered will be the cost of drilling and completing the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Tap Rock Operating, LLC as operator of the wells, and a 200% charge for the risk involved in drilling and completing the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME EXHIBITS
Erica Hixson (landman)

EST. TIME Approx. 10

Adam Smith/Emily Lange 10 min. Approx. 6 (geologist)

OPPONENT

<u>WITNESSES</u> <u>EST. TIME</u> <u>EXHIBITS</u>

PROCEDURAL MATTERS

If the case is unopposed it will be submitted by affidavit.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Tap Rock Resources, LLC

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was served upon the following counsel of record this _____ day of April, 2020 by e-mail:

Ocean Munds-Dry omundsdry@concho.com

William F. Carr wcarr@concho.com

Elizabeth Ryan <u>eryan@concho.com</u>

ames Bruce