NMOCD Rec'd: 9/22/2020



523 Park Point Dr, Suite 200 Golden, CO 80401

New Mexico Oil Conservation Division, District II 811 S. First Street Artesia, NM 88210

September 22, 2020

RE: NSL order pertaining to the WTG Fed Com 212H

To whom it may concern,

Please find the attached NSL Order for the WTG Fed Com 212H well (API# 30-015-47035). Tap Rock request this NSL order be uploaded into the well file for the WTG Fed Com 212H to accompany the C-104, thus allowing this well to become active.

Please let me know if you have any questions or need further documentation. I can be reached at (720)360-4028 or bramsey@taprk.com.

Regards,

Bill Ramsey Regulatory Analyst

Tap Rock Operating, LLC (720) 360-4028

bramsey@taprk.com

Enclosures:

NSL Order

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

Oil Conservation Division

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Todd E. Leahy, JD, PhDDeputy 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