

**HOBBS OCD**

JAN 02 2020

FORM APPROVED  
OMB No. 1004-0137  
Expires: January 31, 2018

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

**RECEIVED**

|  |   |   |
|--|---|---|
| 1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER   |   | 5. Lease Serial No.<br>NMMN138893   |
| 1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other  |   | 6. If Indian, Allottee or Tribe Name  |
| 1c. Type of Completion: <input type="checkbox"/> Hydraulic Fracturing <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone   |   | 7. If Unit or CA Agreement, Name and No.                                    |
| 2. Name of Operator<br>TAP ROCK OPERATING LLC 372043   |   | 8. Lease Name and Well No.<br>GIPPLE FEB COM<br>138H (326772)               |
| 3a. Address<br>602 Park Point Drive Suite 200 Golden CO 80401  | 3b. Phone No. (include area code)<br>(720)460-3316  | 9. API Well No.<br>30-025-46670   |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *)<br>At surface SESE / 175 FSL / 645 FEL / LAT 32.1672082 / LONG -103.3659929<br>At proposed prod. zone NENE / 5 FNL / 51 FEL / LAT 32.1957425 / LONG -103.364096 |   | 10. Field and Pool, or Exploratory<br>WC-025-G-09-3243532M / WOLEBONE 98294 |
| 14. Distance in miles and direction from nearest town or post office*<br>10 miles  |   | 11. Sec., T. R. M. or Blk. and Survey or Area<br>SEC 33 / T24S / R35E / 1PM |
| 15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)<br>2020 feet   |   | 12. County or Parish<br>LEA   |
| 16. No of acres in lease<br>240  |   | 13. State<br>NM   |
| 17. Spacing Unit dedicated to this well<br>320   |   |   |
| 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.<br>25 feet  |   | 20. BLM/BIA Bond No. in file<br>FED: NMB001443                              |
| 21. Elevations (Show whether DF, KDB, RT, GL, etc.)<br>3283 feet   | 22. Approximate date work will start*<br>05/01/2019 | 23. Estimated duration<br>90 days   |
| 24. Attachments  |   |   |

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, and the Hydraulic Fracturing rule per 43 CFR 3162.3-3 (as applicable)

- |  |   |
|--|---|
| 1. Well plat certified by a registered surveyor.   | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan.  | 5. Operator certification.  |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be requested by the BLM.            |

|  |   |                    |
|--|---|--------------------|
| 25. Signature<br>(Electronic Submission)           | Name (Printed/Typed)<br>Brian Wood / Ph: (505)466-8120        | Date<br>02/13/2019 |
| Title<br>President                                 |   |                    |
| Approved by (Signature)<br>(Electronic Submission) | Name (Printed/Typed)<br>Christopher Walls / Ph: (575)234-2234 | Date<br>12/30/2019 |
| Title<br>Petroleum Engineer                        | Office<br>CARLSBAD  |                    |

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.  
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*BCP Rec 01/02/20*

**APPROVED WITH CONDITIONS**

*KE 01/02/20*  
**REQUIRES NSL**

## PECOS DISTRICT DRILLING CONDITIONS OF APPROVAL

|                              |   |
|------------------------------|---|
| <b>OPERATOR'S NAME:</b>      | <b>Tap Rock Operating LLC</b>             |
| <b>LEASE NO.:</b>            | <b>NMNM138893</b>                         |
| <b>WELL NAME &amp; NO.:</b>  | <b>Gipple Fed Com 138H</b>                |
| <b>SURFACE HOLE FOOTAGE:</b> | <b>175'S &amp; 645'E</b>                  |
| <b>BOTTOM HOLE FOOTAGE:</b>  | <b>5'N &amp; 51'E</b>                     |
| <b>LOCATION:</b>             | <b>Section 33, T.24 S., R.35 E., NMPM</b> |
| <b>COUNTY:</b>               | <b>Lea County, New Mexico</b>             |

COA

|                      |   |   |  |
|----------------------|---|---|--|
| H2S                  | <input type="checkbox"/> Yes                      | <input checked="" type="checkbox"/> No        |  |
| Potash               | <input checked="" type="checkbox"/> None          | <input type="checkbox"/> Secretary            | <input type="checkbox"/> R-111-P         |
| Cave/Karst Potential | <input checked="" type="checkbox"/> Low           | <input type="checkbox"/> Medium               | <input type="checkbox"/> High            |
| Cave/Karst Potential | <input type="checkbox"/> Critical                 |   |  |
| Variance             | <input type="checkbox"/> None                     | <input checked="" type="checkbox"/> Flex Hose | <input type="checkbox"/> Other           |
| Wellhead             | <input type="checkbox"/> Conventional             | <input type="checkbox"/> Multibowl            | <input checked="" type="checkbox"/> Both |
| Other                | <input checked="" type="checkbox"/> 4 String Area | <input type="checkbox"/> Capitan Reef         | <input type="checkbox"/> WIPP            |
| Other                | <input checked="" type="checkbox"/> Fluid Filled  | <input type="checkbox"/> Cement Squeeze       | <input type="checkbox"/> Pilot Hole      |
| Special Requirements | <input type="checkbox"/> Water Disposal           | <input checked="" type="checkbox"/> COM       | <input type="checkbox"/> Unit            |

### A. HYDROGEN SULFIDE

Hydrogen Sulfide (H2S) monitors shall be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the Hydrogen Sulfide area shall meet Onshore Order 6 requirements, which includes equipment and personnel/public protection items. If Hydrogen Sulfide is encountered, provide measured values and formations to the BLM.

### B. CASING

1. The 13-3/8 inch surface casing shall be set at approximately **1000 feet** (a minimum of **25 feet (Lea County)** into the Rustler Anhydrite and above the salt) and cemented to the surface.
  - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with surface log readout will be used or a cement bond log shall be run to verify the top of the cement. Temperature survey will be run a minimum of six hours after pumping cement and ideally between 8-10 hours after completing the cement job.
  - b. Wait on cement (WOC) time for a primary cement job will be a minimum of **8**

**hours** or 500 pounds compressive strength, whichever is greater. (This is to include the lead cement)

- c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.
- d. If cement falls back, remedial cementing will be done prior to drilling out that string.

**Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.**

2. The minimum required fill of cement behind the 9-5/8 inch intermediate casing shall be set at approximately **5006** feet is:

- Cement to surface. If cement does not circulate see B.1.a, c-d above.

**Intermediate casing must be kept fluid filled to meet BLM minimum collapse requirement.**

3. The minimum required fill of cement behind the 7-5/8 inch intermediate casing is:

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

4. The minimum required fill of cement behind the production casing is:

- Cement should tie-back at least **200 feet** into previous casing string. Operator shall provide method of verification.

**C. PRESSURE CONTROL**

1. Variance approved to use flex line from BOP to choke manifold. Manufacturer's specification to be readily available. No external damage to flex line. Flex line to be installed as straight as possible (no hard bends).
- 2.

**Option 1:**

- a. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **2000 (2M)** psi.
- b. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 9-5/8 inch intermediate casing shoe shall be **3000 (3M)** psi.

- c. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the 7-5/8 inch intermediate casing shoe shall be **10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.**

**Option 2:**

1. Operator has proposed a multi-bowl wellhead assembly. This assembly will only be tested when installed on the surface casing. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **10,000 (10M) psi. Variance is approved to use a 5000 (5M) Annular which shall be tested to 5000 (5M) psi.**
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
  - e. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.

**D. SPECIAL REQUIREMENT (S)**

**Communitization Agreement**

- The operator will submit a Communitization Agreement to the Carlsbad Field Office, 620 E Greene St. Carlsbad, New Mexico 88220, at least 90 days before the anticipated date of first production from a well subject to a spacing order issued by the New Mexico Oil Conservation Division. The Communitization Agreement will include the signatures of all working interest owners in all Federal and Indian leases subject to the Communitization Agreement (i.e., operating rights owners and lessees of record), or certification that the operator has obtained the written signatures of all such owners and will make those signatures available to the BLM immediately upon request.
- If the operator does not comply with this condition of approval, the BLM may take enforcement actions that include, but are not limited to, those specified in 43 CFR 3163.1.
- In addition, the well sign shall include the surface and bottom hole lease numbers. When the Communitization Agreement number is known, it shall also be on the sign.

## GENERAL REQUIREMENTS

The BLM is to be notified in advance for a representative to witness:

- a. Spudding well (minimum of 24 hours)
- b. Setting and/or Cementing of all casing strings (minimum of 4 hours)
- c. BOPE tests (minimum of 4 hours)

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220,  
(575) 361-2822

Lea County

Call the Hobbs Field Station, 414 West Taylor, Hobbs NM 88240, (575)  
393-3612

1. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
  - a. In the event the operator has proposed to drill multiple wells utilizing a skid/walking rig. Operator shall secure the wellbore on the current well, after installing and testing the wellhead, by installing a blind flange of like pressure rating to the wellhead and a pressure gauge that can be monitored while drilling is performed on the other well(s).
  - b. When the operator proposes to set surface casing with Spudder Rig
    - Notify the BLM when moving in and removing the Spudder Rig.
    - Notify the BLM when moving in the 2<sup>nd</sup> Rig. Rig to be moved in within 90 days of notification that Spudder Rig has left the location.
    - BOP/BOPE test to be conducted per Onshore Oil and Gas Order No. 2 as soon as 2nd Rig is rigged up on well.
2. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.
3. The record of the drilling rate along with the GR/N well log run from TD to surface (horizontal well – vertical portion of hole) shall be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. If available, a digital copy of the logs is to be submitted in addition to the paper copies. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

A. CASING

1. Changes to the approved APD casing program need prior approval if the items substituted are of lesser grade or different casing size or are Non-API. The Operator can exchange the components of the proposal with that of superior strength (i.e. changing from J-55 to N-80, or from 36# to 40#). Changes to the approved cement program need prior approval if the altered cement plan has less volume or strength or if the changes are substantial (i.e. Multistage tool, ECP, etc.). The initial wellhead installed on the well will remain on the well with spools used as needed.
2. Wait on cement (WOC) for Potash Areas: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi for all cement blends, 2) until cement has been in place at least 24 hours. WOC time will be recorded in the driller's log. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
3. Wait on cement (WOC) for Water Basin: After cementing but before commencing any tests, the casing string shall stand cemented under pressure until both of the following conditions have been met: 1) cement reaches a minimum compressive strength of 500 psi at the shoe, 2) until cement has been in place at least 8 hours. WOC time will be recorded in the driller's log. See individual casing strings for details regarding lead cement slurry requirements. The casing integrity test can be done (prior to the cement setting up) immediately after bumping the plug.
4. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. Have well specific cement details onsite prior to pumping the cement for each casing string.
5. No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.
6. On that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Formation at the shoe shall be tested to a minimum of the mud weight equivalent anticipated to control the formation pressure to the next casing depth or at total depth of the well. This test shall be performed before drilling more than 20 feet of new hole.
7. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.
8. Whenever a casing string is cemented in the R-111-P potash area, the NMOCD requirements shall be followed.

B. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.
2. If a variance is approved for a flexible hose to be installed from the BOP to the choke manifold, the following requirements apply: The flex line must meet the requirements of API 16C. Check condition of flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends and is to be anchored according to Manufacturer's requirements. The flexible hose can be exchanged with a hose of equal size and equal or greater pressure rating. Anchor requirements, specification sheet and hydrostatic pressure test certification matching the hose in service, to be onsite for review. These documents shall be posted in the company man's trailer and on the rig floor.
3. 5M or higher system requires an HCR valve, remote kill line and annular to match. The remote kill line is to be installed prior to testing the system and tested to stack pressure.
4. If the operator has proposed a multi-bowl wellhead assembly in the APD. The following requirements must be met:
  - a. Wellhead shall be installed by manufacturer's representatives, submit documentation with subsequent sundry.
  - b. If the welding is performed by a third party, the manufacturer's representative shall monitor the temperature to verify that it does not exceed the maximum temperature of the seal.
  - c. Manufacturer representative shall install the test plug for the initial BOP test.
  - d. Whenever any seal subject to test pressure is broken, all the tests in OOGO2.III.A.2.i must be followed.
  - e. If the cement does not circulate and one inch operations would have been possible with a standard wellhead, the well head shall be cut off, cementing operations performed and another wellhead installed.
5. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
  - a. In a water basin, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. The casing cut-off and BOP installation can be initiated four hours after installing the slips, which will be approximately six hours after bumping the plug. For those casing strings not using slips, the minimum wait time before cut-off is eight hours after bumping the plug. BOP/BOPE testing can begin after cut-off or once cement reaches 500 psi compressive strength (including lead when specified), whichever is greater. However, if the float does not

hold, cut-off cannot be initiated until cement reaches 500 psi compressive strength (including lead when specified).

- b. In potash areas, for all casing strings utilizing slips, these are to be set as soon as the crew and rig are ready and any fallback cement remediation has been done. For all casing strings, casing cut-off and BOP installation can be initiated at twelve hours after bumping the plug. However, **no tests** shall commence until the cement has had a minimum of 24 hours setup time, except the casing pressure test can be initiated immediately after bumping the plug (only applies to single stage cement jobs).
- c. The tests shall be done by an independent service company utilizing a test plug not a cup or J-packer. The operator also has the option of utilizing an independent tester to test without a plug (i.e. against the casing) pursuant to Onshore Order 2 with the pressure not to exceed 70% of the burst rating for the casing. Any test against the casing must meet the WOC time for water basin (8 hours) or potash (24 hours) or 500 pounds compressive strength, whichever is greater, prior to initiating the test (see casing segment as lead cement may be critical item).
- d. The test shall be run on a 5000 psi chart for a 2-3M BOP/BOP, on a 10000 psi chart for a 5M BOP/BOPE and on a 15000 psi chart for a 10M BOP/BOPE. If a linear chart is used, it shall be a one hour chart. A circular chart shall have a maximum 2 hour clock. If a twelve hour or twenty-four hour chart is used, tester shall make a notation that it is run with a two hour clock.
- e. The results of the test shall be reported to the appropriate BLM office.
- f. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
- g. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug. This test shall be performed prior to the test at full stack pressure.
- h. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the Wolfcamp formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

C. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the Wolfcamp formation, and shall be used until production casing is run and cemented.

**D. WASTE MATERIAL AND FLUIDS**

All waste (i.e. drilling fluids, trash, salts, chemicals, sewage, gray water, etc.) created as a result of drilling operations and completion operations shall be safely contained and disposed of properly at a waste disposal facility. No waste material or fluid shall be disposed of on the well location or surrounding area.

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations.



U.S. Department of the Interior  
BUREAU OF LAND MANAGEMENT

## Operator Certification Data Report

12/31/2019

### Operator Certification

*I hereby certify that I, or someone under my direct supervision, have inspected the drill site and access route proposed herein; that I am familiar with the conditions which currently exist; that I have full knowledge of state and Federal laws applicable to this operation; that the statements made in this APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.*

**NAME:** Brian Wood

**Signed on:** 02/13/2019

**Title:** President

**Street Address:** 37 Verano Loop

**City:** Santa Fe

**State:** NM

**Zip:** 87508

**Phone:** (505)466-8120

**Email address:** afmss@permitswest.com

### Field Representative

**Representative Name:**

**Street Address:**

**City:**

**State:**

**Zip:**

**Phone:**

**Email address:**



APD ID: 10400038978

Submission Date: 02/13/2019

Highlighted data  
reflects the most  
recent changes

Operator Name: TAP ROCK OPERATING LLC

Well Name: GIPPLE FED COM

Well Number: 138H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

### Section 1 - General

APD ID: 10400038978

Tie to previous NOS? N

Submission Date: 02/13/2019

BLM Office: CARLSBAD

User: Brian Wood

Title: President

Federal/Indian APD: FED

Is the first lease penetrated for production Federal or Indian? FED

Lease number: NMNM138893

Lease Acres: 240

Surface access agreement in place?

Allotted?

Reservation:

Agreement in place? NO

Federal or Indian agreement:

Agreement number:

Agreement name:

Keep application confidential? NO

Permitting Agent? YES

APD Operator: TAP ROCK OPERATING LLC

Operator letter of designation:

### Operator Info

Operator Organization Name: TAP ROCK OPERATING LLC

Operator Address: 602 Park Point Drive Suite 200

Zip: 80401

Operator PO Box:

Operator City: Golden

State: CO

Operator Phone: (720)460-3316

Operator Internet Address:

### Section 2 - Well Information

Well in Master Development Plan? NO

Master Development Plan name:

Well in Master SUPO? NO

Master SUPO name:

Well in Master Drilling Plan? NO

Master Drilling Plan name:

Well Name: GIPPLE FED COM

Well Number: 138H

Well API Number:

Field/Pool or Exploratory? Field and Pool

Field Name: WC-025 G-09  
S243532M

Pool Name: WOLFBONE

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Operator Name: TAP ROCK OPERATING LLC

Well Name: GIPPLE FED COM

Well Number: 138H

Is the proposed well in an area containing other mineral resources? USEABLE WATER

Is the proposed well in a Helium production area? N Use Existing Well Pad? NO New surface disturbance?

Type of Well Pad: MULTIPLE WELL

Multiple Well Pad Name:

Number: 134H

Well Class: HORIZONTAL

GIPPLE

Number of Legs: 1

Well Work Type: Drill

Well Type: OIL WELL

Describe Well Type:

Well sub-Type: INFILL

Describe sub-type:

Distance to town: 10 Miles

Distance to nearest well: 25 FT

Distance to lease line: 2020 FT

Reservoir well spacing assigned acres Measurement: 320 Acres

Well plat: Gipple\_138H\_C102\_et al\_v2\_100919\_20191011090648.pdf

Well work start Date: 05/01/2019

Duration: 90 DAYS

### Section 3 - Well Location Table

Survey Type: RECTANGULAR

Describe Survey Type:

Datum: NAD83

Vertical Datum: NAVD88

Survey number: 18329

Reference Datum:

| Wellbore     | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude   | Longitude    | County   | State       | Meridian    | Lease Type | Lease Number | Elevation | MD    | TVD   | Will this well produce from this lease? |
|--------------|---------|--------------|---------|--------------|------|-------|---------|-------------------|------------|--------------|----------|-------------|-------------|------------|--------------|-----------|-------|-------|---|
| SHL Leg #1   | 175     | FSL          | 645     | FEL          | 24S  | 35E   | 33      | Aliquot SESE      | 32.1672082 | -103.3659929 | LEA      | NEW MEXI CO | FIR T PRIN  | F          | FEE          | 3283      | 0     | 0     |   |
| KOP Leg #1   | 50      | FSL          | 50      | FEL          | 24S  | 35E   | 33      | Aliquot SESE      | 32.1668659 | -103.3640701 | HIDA LGO | NEW MEXI CO | NEW MEXI CO | F          | FEE          | -8423     | 11737 | 11706 |   |
| PPP Leg #1-1 | 2640    | FNL          | 51      | FEL          | 24S  | 35E   | 28      | Aliquot SENE      | 32.188515  | -103.36408   | LEA      | NEW MEXI CO | NEW MEXI CO | F          | FEE          | -8868     | 19952 | 12151 |   |

Operator Name: TAP ROCK OPERATING LLC

Well Name: GIPPLE FED COM

Well Number: 138H

| Wellbore     | NS-Foot | NS Indicator | EW-Foot | EW Indicator | Twsp | Range | Section | Aliquot/Lot/Tract | Latitude   | Longitude    | County | State       | Meridian    | Lease Type | Lease Number | Elevation | MD    | TVD   | Will this well produce from this lease? |
|--------------|---------|--------------|---------|--------------|------|-------|---------|-------------------|------------|--------------|--------|-------------|-------------|------------|--------------|-----------|-------|-------|---|
| PPP Leg #1-2 | 1320    | FNL          | 51      | FEL          | 24S  | 35E   | 33      | Aliquot NENE      | 32.177658  | -103.364083  | LEA    | NEW MEXI CO | NEW MEXI CO | F          | NMNM 138893  | -8937     | 16004 | 12220 |   |
| PPP Leg #1-3 | 426     | FSL          | 51      | FEL          | 24S  | 35E   | 33      | Aliquot SESE      | 32.1678955 | -103.3640831 | LEA    | NEW MEXI CO | NEW MEXI CO | F          | FEE          | -8961     | 12436 | 12244 |   |
| EXIT Leg #1  | 5       | FNL          | 51      | FEL          | 24S  | 35E   | 28      | Aliquot NENE      | 32.1957425 | -103.364096  | LEA    | NEW MEXI CO | NEW MEXI CO | F          | NMNM 138889  | -8822     | 22577 | 12105 |   |
| BHL Leg #1   | 5       | FNL          | 51      | FEL          | 24S  | 35E   | 28      | Aliquot NENE      | 32.1957425 | -103.364096  | LEA    | NEW MEXI CO | NEW MEXI CO | F          | NMNM 138889  | -8822     | 22577 | 12105 |   |



U.S. Department of the Interior  
BUREAU OF LAND MANAGEMENT

# Drilling Plan Data Report

12/31/2019

APD ID: 10400038978

Submission Date: 02/13/2019

Highlighted data  
reflects the most  
recent changes

Operator Name: TAP ROCK OPERATING LLC

Well Name: GIPPLE FED COM

Well Number: 138H

[Show Final Text](#)

Well Type: OIL WELL

Well Work Type: Drill

## Section 1 - Geologic Formations

| Formation ID | Formation Name    | Elevation | True Vertical Depth | Measured Depth | Lithologies             | Mineral Resources              | Producing Formation |
|--------------|-------------------|-----------|---------------------|----------------|-------------------------|--------------------------------|---------------------|
| 394003       | QUATERNARY        | 3283      | 0                   | 0              | OTHER : Caliche         | OTHER, USEABLE<br>WATER : Salt | N                   |
| 394012       | RUSTLER ANHYDRITE | 2344      | 939                 | 939            |                         | OTHER, USEABLE<br>WATER : Salt | N                   |
| 394008       | TOP SALT          | 2094      | 1189                | 1190           |                         | OTHER : Salt                   | N                   |
| 394004       | BASE OF SALT      | -1681     | 4964                | 4985           |                         | OTHER : Salt                   | N                   |
| 394009       | DELAWARE          | -1986     | 5269                | 5292           | OTHER : Mountain Grp    | OTHER : Salt                   | N                   |
| 394013       | BELL CANYON       | -2016     | 5299                | 5323           |                         | NATURAL GAS, OIL               | N                   |
| 394005       | RAMSEY SAND       | -2041     | 5324                | 5347           |                         | NATURAL GAS, OIL               | N                   |
| 394014       | CHERRY CANYON     | -2981     | 6264                | 6293           |                         | NATURAL GAS, OIL               | N                   |
| 394015       | BRUSHY CANYON     | -4501     | 7784                | 7815           |                         | NATURAL GAS, OIL               | N                   |
| 394006       | BONE SPRING LIME  | -5751     | 9034                | 9065           | LIMESTONE               | NATURAL GAS, OIL               | N                   |
| 394010       | BONE SPRING 1ST   | -7011     | 10294               | 10325          | SANDSTONE               | NATURAL GAS, OIL               | N                   |
| 394011       | BONE SPRING 2ND   | -7446     | 10729               | 10760          | SANDSTONE               | OIL                            | N                   |
| 394007       | BONE SPRING 3RD   | -8838     | 12121               | 12201          | SANDSTONE               | NATURAL GAS, OIL               | N                   |
| 394016       | BONE SPRING 3RD   | -8961     | 12244               | 12435          | OTHER, SANDSTONE :<br>W | NATURAL GAS, OIL               | Y                   |

## Section 2 - Blowout Prevention

Operator Name: TAP ROCK OPERATING LLC

Well Name: GIPPLE FED COM

Well Number: 138H

Pressure Rating (PSI): 10M

Rating Depth: 13000

Equipment: The BOP will be utilized below surface casing to TD. See attachments for BOP and choke manifold diagrams. Also present will be an accumulator that meets the requirements of Onshore Order #2 for the pressure rating of the BOP stack. A rotating head will also be installed as needed. BOP will be inspected and operated as recommended in Onshore Order #2. A top drive check valve and sub equipped with a full opening valve sized to fit the drill pipe and collars will be available on the rig floor in the open position. The wellhead will be a multi-bowl speed head.

Requesting Variance? YES

Variance request: Tap Rock requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached. The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used.

Testing Procedure: After surface casing is set and the BOP is nipped up, the BOP pressure tests will be made with a third party tester to 250 psi low, 5000 psi high, and the annular preventer will be tested to 2,500 psi. The BOP will be tested in this manner after nipple-up if any break of the stack occurs. Before drilling out from 7.625" casing shoe, the BOP pressure tests will be made with a third party tester to 250 psi low, 10,000 psi high, and the annular preventer will be tested to 5,000 psi. The BOP will be tested in this manner if passage of allotted time occurs. Casing Test procedure: Casing will be tested to .22 psi per foot of casing length or 1500 psi, whichever is greater, but not to exceed 70% of minimum internal yield. Surface casing will be set in the Rustler. Intermediate 1 will be set in the Delaware Mountain Group. Intermediate 2 will be set in the 3rd BS Production will be set in the 3rd Bone W Sand

Choke Diagram Attachment:

Gipple\_138H\_10M\_Choke\_100418\_20190208124056.pdf

BOP Diagram Attachment:

10M\_BOP\_Stack\_5M\_Annular\_Preventer\_20191218090121.pdf

Section 3 - Casing

Table with 22 columns: Casing ID, String Type, Hole Size, Csg Size, Condition, Standard, Tapered String, Top Set MD, Bottom Set MD, Top Set TVD, Bottom Set TVD, Top Set MSL, Bottom Set MSL, Calculated casing length MD, Grade, Weight, Joint Type, Collapse SF, Burst SF, Joint SF Type, Joint SF, Body SF Type, Body SF. Rows 1-6 detail casing specifications for SURFACE, INTERMEDIATE, and PRODUCTION strings.

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

**Casing Attachments**

---

**Casing ID:** 1      **String Type:** SURFACE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Gipple\_138H\_Casing\_Design\_Assumptions\_20190208124206.pdf

---

**Casing ID:** 2      **String Type:** INTERMEDIATE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Gipple\_138H\_Casing\_Design\_Assumptions\_20190208124324.pdf

---

**Casing ID:** 3      **String Type:** INTERMEDIATE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

**Casing Design Assumptions and Worksheet(s):**

Gipple\_138H\_Casing\_Design\_Assumptions\_20190208124241.pdf

---

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

**Casing Attachments**

---

**Casing ID:** 4                    **String Type:** PRODUCTION

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

Gipple\_138H\_5.5in\_Casing\_Spec\_20190208124439.PDF

**Casing Design Assumptions and Worksheet(s):**

Gipple\_138H\_Casing\_Design\_Assumptions\_20190208124456.pdf

Gipple\_138H\_5.5in\_Casing\_Spec\_20191218091013.PDF

---

**Casing ID:** 5                    **String Type:** INTERMEDIATE

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

Gipple\_138H\_7.625\_FlushP110\_Casing\_Spec\_20191218090855.pdf

**Casing Design Assumptions and Worksheet(s):**

Gipple\_138H\_Casing\_Design\_Assumptions\_20190208124408.pdf

---

**Casing ID:** 6                    **String Type:** PRODUCTION

**Inspection Document:**

**Spec Document:**

**Tapered String Spec:**

Gipple\_138H\_5in\_Casing\_Spec\_20190208124542.pdf

**Casing Design Assumptions and Worksheet(s):**

Gipple\_138H\_Casing\_Design\_Assumptions\_20190208124557.pdf

---

**Section 4 - Cement**

Operator Name: TAP ROCK OPERATING LLC

Well Name: GIPPLE FED COM

Well Number: 138H

| String Type  | Lead/Tail | Stage Tool Depth | Top MD    | Bottom MD | Quantity(sx) | Yield | Density | Cu Ft | Excess% | Cement type | Additives                                |
|--------------|-----------|------------------|-----------|-----------|--------------|-------|---------|-------|---------|-------------|--|
| PRODUCTION   | Lead      |                  | 0         | 0         | 0            | 0     | 0       | 0     | 0       | None        | None                                     |
| PRODUCTION   | Tail      |                  | 1093<br>0 | 2257<br>5 | 955          | 1.71  | 14.2    | 1632  | 25      | Class H     | Fluid Loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Lead      |                  | 0         | 0         | 0            | 0     | 0       | 0     | 0       | None        | None                                     |

|            |      |  |   |   |   |   |   |   |   |      |      |
|------------|------|--|---|---|---|---|---|---|---|------|------|
| PRODUCTION | Lead |  | 0 | 0 | 0 | 0 | 0 | 0 | 0 | None | None |
|------------|------|--|---|---|---|---|---|---|---|------|------|

|              |      |  |           |           |      |      |      |      |     |         |  |
|--------------|------|--|-----------|-----------|------|------|------|------|-----|---------|--|
| SURFACE      | Lead |  | 0         | 1000      | 0    | 0    | 0    | 0    | 0   | None    | None                                     |
| SURFACE      | Tail |  | 0         | 1029      | 1029 | 1.35 | 14.8 | 1389 | 100 | Class C | 5% NCI + LCM                             |
| INTERMEDIATE | Lead |  | 0         | 4020      | 953  | 2.18 | 12.7 | 2077 | 65  | Class C | Bentonite + 1% CaCl2+8% NaCl+LCM         |
| INTERMEDIATE | Tail |  | 4020      | 5025      | 390  | 1.33 | 14.8 | 519  | 65  | Class C | 5% NaCl + LCM                            |
| INTERMEDIATE | Lead |  | 4725<br>0 | 1063<br>0 | 279  | 2.87 | 11.5 | 801  | 35  | TXI     | Fluid loss + Dispersant + Retarder + LCM |
| INTERMEDIATE | Tail |  | 1063<br>0 | 1163<br>0 | 107  | 1.27 | 15   | 136  | 35  | H       | Fluid Loss + Dispersant + Retarder + LCM |

### Section 5 - Circulating Medium

Mud System Type: Closed

Will an air or gas system be Used? NO

Description of the equipment for the circulating system in accordance with Onshore Order #2:

Diagram of the equipment for the circulating system in accordance with Onshore Order #2:

**Describe what will be on location to control well or mitigate other conditions:** All necessary mud products for weight addition and fluid loss control will be on location at all times. Mud program subject to change due to hole conditions.

**Describe the mud monitoring system utilized:** The Mud Monitoring System is an electronic Pason system satisfying requirements of Onshore Order 1.

### Circulating Medium Table

Operator Name: TAP ROCK OPERATING LLC

Well Name: GIPPLE FED COM

Well Number: 138H

| Top Depth | Bottom Depth | Mud Type                        | Min Weight (lbs/gal) | Max Weight (lbs/gal) | Density (lbs/cu ft) | Gel Strength (lbs/100 sqft) | PH | Viscosity (CP) | Salinity (ppm) | Filtration (cc) | Additional Characteristics |
|-----------|--------------|---------------------------------|----------------------|----------------------|---------------------|-----------------------------|----|----------------|----------------|-----------------|----------------------------|
| 0         | 1000         | OTHER : Fresh water spud mud    | 8.3                  | 8.3                  |                     |                             |    |                |                |                 |                            |
| 5025      | 11630        | OTHER : Fresh water & cut brine | 9                    | 9                    |                     |                             |    |                |                |                 |                            |
| 1000      | 5025         | OTHER : Brine water             | 10                   | 10                   |                     |                             |    |                |                |                 |                            |
| 11630     | 22575        | OIL-BASED MUD                   | 12.5                 | 12.5                 |                     |                             |    |                |                |                 |                            |

### Section 6 - Test, Logging, Coring

List of production tests including testing procedures, equipment and safety measures:

Electric Logging Program: No open-hole logs are planned at this time for the pilot hole. GR will be collected while drilling through the MWD tools from intermediate casing to TD.

CBL w/ CCL from as far as gravity will let it fall to TOC.

List of open and cased hole logs run in the well:

CBL,GR

Coring operation description for the well:

No DSTs or cores are planned at this time.

### Section 7 - Pressure

Anticipated Bottom Hole Pressure: 7980

Anticipated Surface Pressure: 5286.32

Anticipated Bottom Hole Temperature(F): 170

Anticipated abnormal pressures, temperatures, or potential geologic hazards? NO

Describe:

Contingency Plans geohazards description:

Contingency Plans geohazards attachment:

Hydrogen Sulfide drilling operations plan required? YES

Hydrogen sulfide drilling operations plan:

Gipple\_H2S\_Plan\_20190208132755.pdf

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

### **Section 8 - Other Information**

**Proposed horizontal/directional/multi-lateral plan submission:**

Gipple\_138H\_Horizontal\_Plan\_20190208132809.pdf

**Other proposed operations facets description:**

**Other proposed operations facets attachment:**

Gipple\_138H\_Speedhead\_Specs\_100918\_20190208132846.pdf

Well\_Control\_Plan\_10M\_BOP\_5M\_Annular\_20191011091802.pdf

Coflex\_Certs\_20191218091800.pdf

Gipple\_138H\_Drill\_Plan\_REVISED\_121619\_20191218091810.pdf

**Other Variance attachment:**

Gipple\_138H\_Casing\_Variance\_Request\_20190208132855.pdf



## Hydrogen Sulfide Drilling

### Operations Plan

#### Tap Rock Resources

#### 1 H2S safety instructions to the following:

- Characteristics of H2S
- Physical effects and hazards
- Principal and operation of H2S detectors, warning system and briefing areas
- Evacuation procedures, routes and first aid
- Proper use of safety equipment & life support systems
- Essential personnel meeting medical evaluation criteria will receive additional training on the proper use of 30min pressure demand air packs

#### 2 H2S Detection and Alarm Systems:

- H2S sensor/detectors to be located on the drilling rig floor, in the base of the sub structure / cellar area, on the mud pits in the shale shaker area. Additional H2S detectors may be placed as deemed necessary
- An audio alarm system will be installed on the derrick floor and in the doghouse

#### 3 Windssocks and / Wind Streamers:

- Windssocks at mud pit area should be high enough to be visible
- Windssock on the rig floor and / top of doghouse should be high enough to be visible

#### 4 Condition Flags and Signs:

- Warning sign on access road to location
- Flags to be displayed on sign at entrance to location
  - Green Flag – Normal Safe Operation Condition
  - Yellow Flag – Potential Pressure and Danger
  - Red Flag – Danger (H2S present in dangerous concentrations) Only H2S trained personnel admitted on location

#### 5 Well Control Equipment:

- See Drilling Operations Plan Schematics

#### 6 Communication:

- While working under masks chalkboards will be used for communications
- Hand signals will be used where chalk board is inappropriate
- Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephones will be available at most drilling foreman's trailer or living quarters.



7 Drilling Stem Testing:

- No DST cores are planned at this time

8 Drilling contractor supervisor will be required to be familiar with the effects H<sub>2</sub>S has on tubulars good and other mechanical equipment

9 If H<sub>2</sub>S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas separator will be brought into service along with H<sub>2</sub>S scavengers if necessary

11 Emergency Contacts

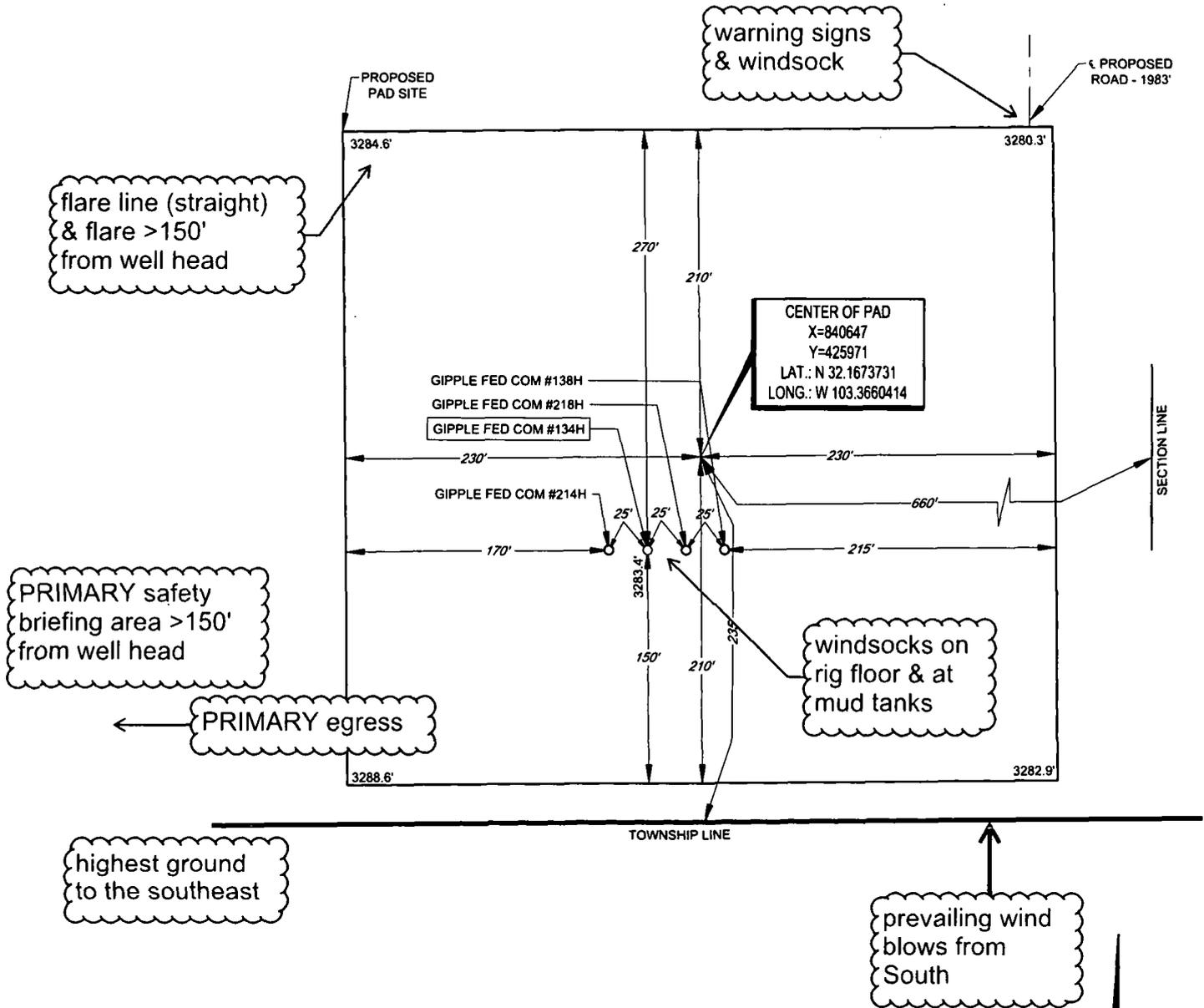
| <b>Emergency Contacts</b>         |              |     |
|-----------------------------------|--------------|-----|
| Carlsbad Police Department        | 575.887.7551 | 911 |
| Carlsbad Medical Center           | 575.887.4100 | 911 |
| Eddy County Fire Service          | 575.628.5450 | 911 |
| Eddy County Sherriff              | 575.887.7551 | 911 |
| Lea County Fire Service           | 575.391.2983 | 911 |
| Lea County Sherriff               | 575.396.3611 | 911 |
| Jal Police Department             | 575.395.2121 | 911 |
| Jal Fire Department               | 575.395.2221 | 911 |
| Tap Rock - Doug Sproul - Drilling | 303-653-3518 |     |

EXHIBIT 2B



SECTION 33, TOWNSHIP 24-S, RANGE 35-E, N.M.P.M.  
LEA COUNTY, NEW MEXICO

DETAIL VIEW  
SCALE: 1" = 100'



LEASE NAME & WELL NO.: GIPPLE FED COM #134H  
#134H LATITUDE N 32.1672082 #134H LONGITUDE W 103.3661545

CENTER OF PAD IS 235' FSL & 660' FEL

SCALE: 1" = 100'  
0' 50' 100'

ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE NEW MEXICO COORDINATE SYSTEM OF 1983, EAST ZONE, U.S. SURVEY FEET.

THIS PROPOSED PAD SITE 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.



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

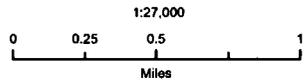
ORIGINAL DOCUMENT SIZE: 8.5" X 11"

# Tap Rock Operating, LLC

Gipple Fed Com  
134H, 138H, 214H, 218H  
H2S Contingency Plan:  
Radius Map

Section 33, Township 24S, Range 35E  
Lea County, New Mexico

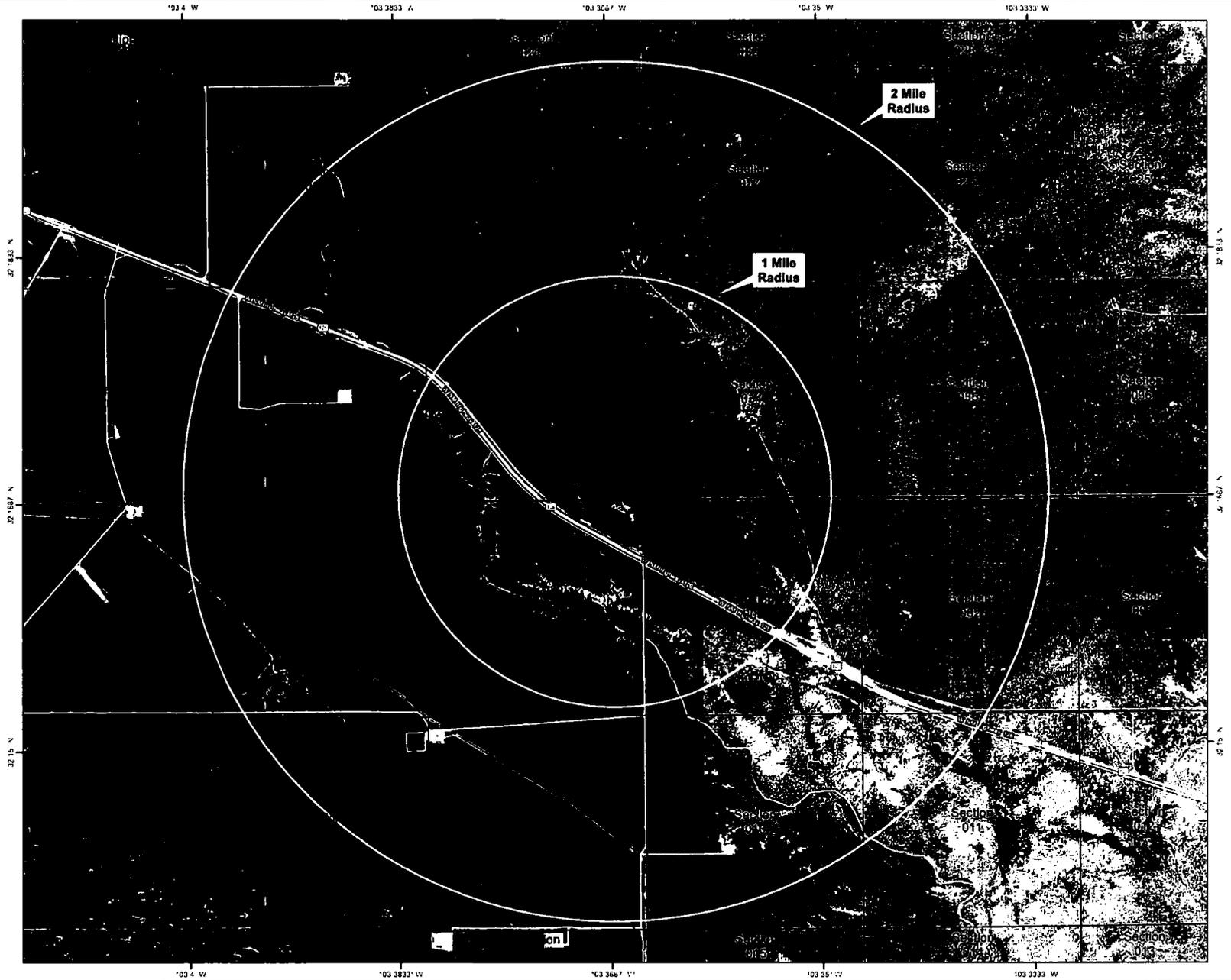
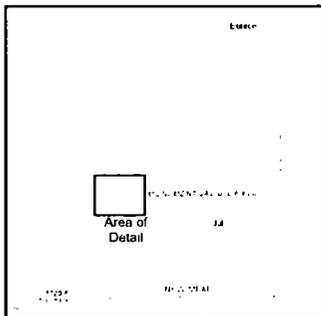
⊙ Proposed SHL



NAD 1983 New Mexico State Plane East  
FIPS 3001 Feet



Prepared by Permits West, Inc., February 6, 2019  
for Tap Rock Operating, LLC

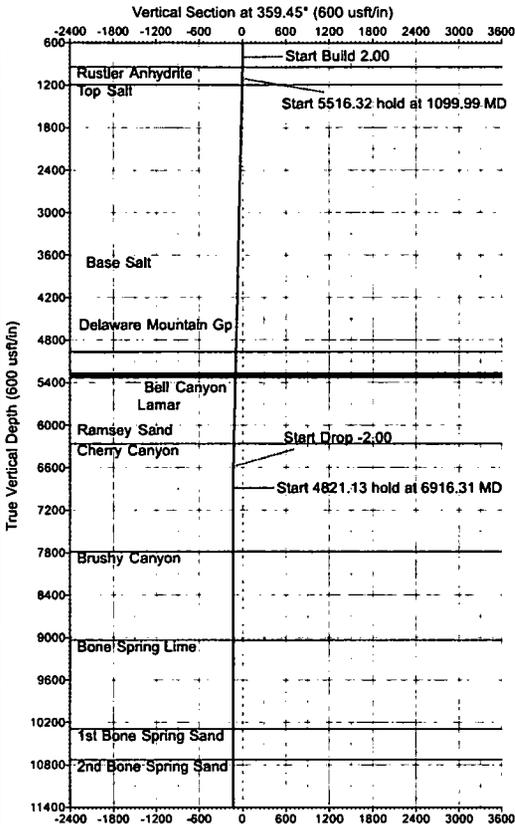




Tap Rock Operating, LLC  
Lea County, New Mexico (NAD 83)  
Gipple Fed  
138H  
Plan 1  
GL:3283' + KB:26.5'

US State Plane 1983  
North American Datum 1983  
GRS 1980  
New Mexico Eastern Zone  
Mean Sea Level

West(-)/East(+) (400 usf/in)  
-2000 -1600 -1200 -800 -400 0 400 800  
10800  
TD at 22577.50 138H - PBHL  
10400  
10000  
9600  
9200  
8800  
8400  
8000  
7600  
7200  
6800  
6400  
6000  
5600  
5200  
4800  
4400  
4000  
3600  
3200  
2800  
2400  
2000  
1600  
1200  
800  
400  
0  
-400



RKB Elevation: Well @ 3309.50usft (GL:3283' + KB:26.5')

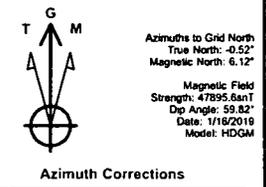
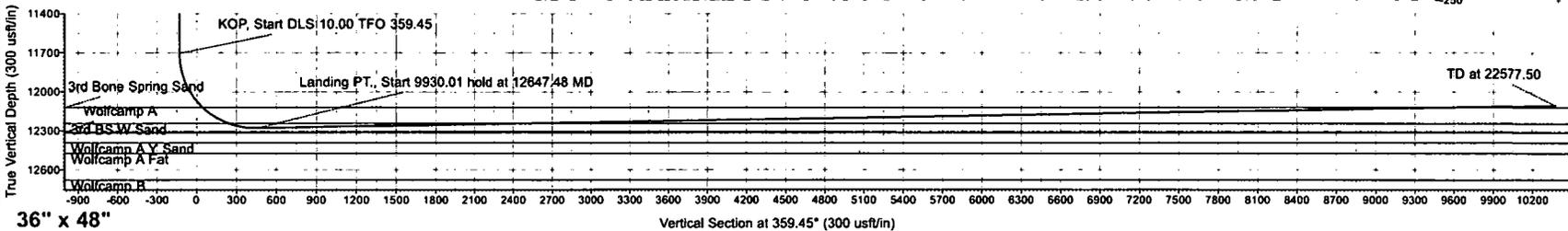
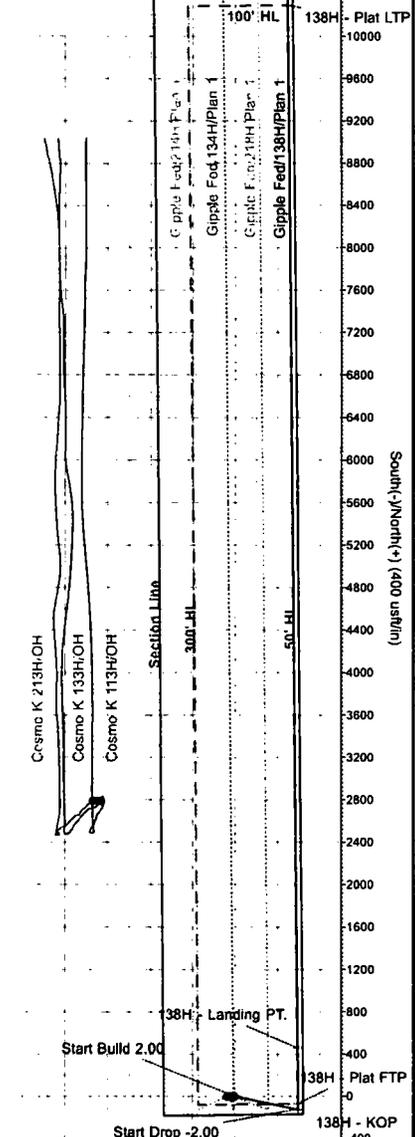
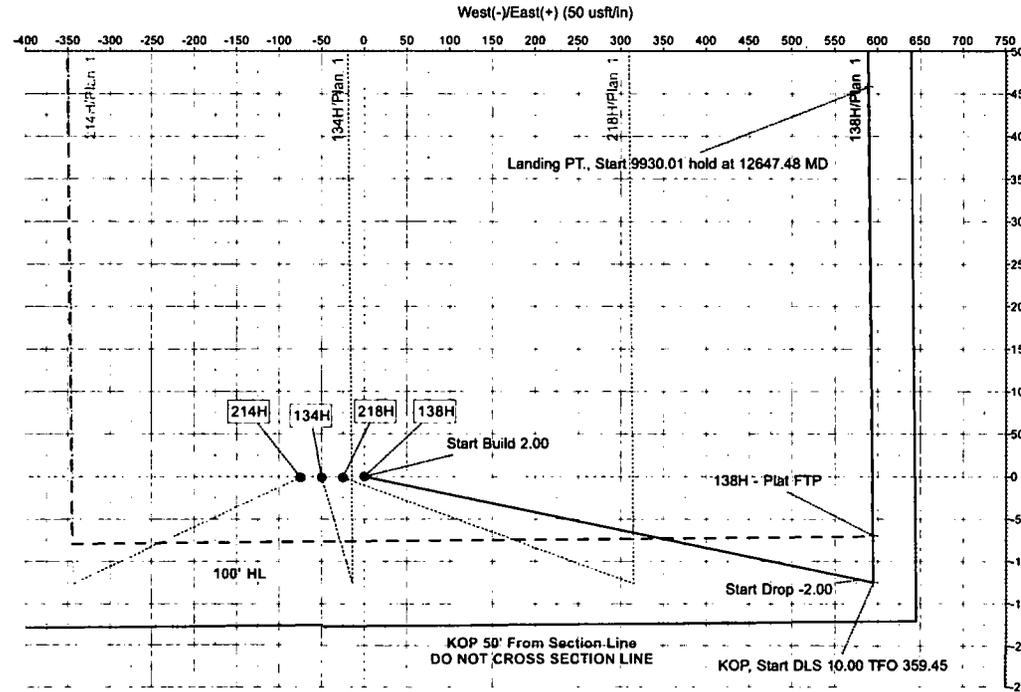
| +N/-S | +E/-W | Northing  | Easting   | Latitude  | Longitude   | Spot |
|-------|-------|-----------|-----------|-----------|-------------|------|
| 0.00  | 0.00  | 425911.00 | 840662.00 | 32.167209 | -103.365994 |      |

| Sec | MD       | Inc   | Azi    | TVD      | +N/-S    | +E/-W  | Dleg  | Vsect    |
|-----|----------|-------|--------|----------|----------|--------|-------|----------|
| 1   | 0.00     | 0.00  | 0.00   | 0.00     | 0.00     | 0.00   | 0.00  | 0.00     |
| 2   | 800.00   | 0.00  | 0.00   | 800.00   | 0.00     | 0.00   | 0.00  | 0.00     |
| 3   | 1099.99  | 6.00  | 101.86 | 1099.45  | -3.23    | 15.36  | 2.00  | -3.37    |
| 4   | 6816.32  | 6.00  | 101.86 | 6885.55  | -121.77  | 579.64 | 0.00  | -127.33  |
| 5   | 6916.31  | 0.00  | 0.00   | 6985.00  | -125.00  | 595.00 | 2.00  | -130.71  |
| 6   | 11737.44 | 0.00  | 0.00   | 11708.13 | -125.00  | 595.00 | 0.00  | -130.71  |
| 7   | 12647.48 | 91.00 | 359.45 | 12279.00 | 457.87   | 589.40 | 10.00 | 452.29   |
| 8   | 22577.50 | 91.00 | 359.45 | 12105.00 | 10386.00 | 494.00 | 0.00  | 10380.78 |

| Name               | TVD      | +N/-S    | +E/-W  | Northing  | Easting   | Shape |
|--------------------|----------|----------|--------|-----------|-----------|-------|
| 138H - Plat FTP    | 0.00     | -70.00   | 595.00 | 425841.00 | 841257.00 | Point |
| 138H - Plat LTP    | 0.00     | 10291.00 | 495.00 | 438202.00 | 841157.00 | Point |
| 138H - KOP         | 11708.13 | -125.00  | 595.00 | 425786.00 | 841257.00 | Point |
| 138H - PBHL        | 12105.00 | 10386.00 | 494.00 | 438297.00 | 841156.00 | Point |
| 138H - Landing PT. | 12279.00 | 457.87   | 589.40 | 426388.97 | 841251.40 | Point |



36" x 48"  
Azimuth Corrections  
Total Magnetic Corr. (M to G): 6.12°  
Declination (M to T): 6.63° East



## **Tap Rock Operating, LLC**

**Lea County, New Mexico (NAD 83)**

**Gipple Fed**

**138H**

**OH**

**Plan: Plan 1**

## **Standard Survey Report**

**16 January, 2019**





**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

|                    |                                 |                      |                |
|--------------------|---------------------------------|----------------------|----------------|
| <b>Project</b>     | Lea County, New Mexico (NAD 83) |                      |                |
| <b>Map System:</b> | US State Plane 1983             | <b>System Datum:</b> | Mean Sea Level |
| <b>Geo Datum:</b>  | North American Datum 1983       |                      |                |
| <b>Map Zone:</b>   | New Mexico Eastern Zone         |                      |                |

|                              |            |                     |                 |                          |             |
|------------------------------|------------|---------------------|-----------------|--------------------------|-------------|
| <b>Site</b>                  | Gipple Fed |                     |                 |                          |             |
| <b>Site Position:</b>        |            | <b>Northing:</b>    | 425,910.00 usft | <b>Latitude:</b>         | 32.167208   |
| <b>From:</b>                 | Map        | <b>Easting:</b>     | 840,612.00 usft | <b>Longitude:</b>        | -103.366156 |
| <b>Position Uncertainty:</b> | 0.00 usft  | <b>Slot Radius:</b> | 13-3/16 "       | <b>Grid Convergence:</b> | 0.51 °      |

|                             |              |           |                            |                 |                      |               |
|-----------------------------|--------------|-----------|----------------------------|-----------------|----------------------|---------------|
| <b>Well</b>                 | 138H         |           |                            |                 |                      |               |
| <b>Well Position</b>        | <b>+N/-S</b> | 0.00 usft | <b>Northing:</b>           | 425,911.00 usft | <b>Latitude:</b>     | 32.167209     |
|                             | <b>+E/-W</b> | 0.00 usft | <b>Easting:</b>            | 840,662.00 usft | <b>Longitude:</b>    | -103.365994   |
| <b>Position Uncertainty</b> |              | 0.00 usft | <b>Wellhead Elevation:</b> | usft            | <b>Ground Level:</b> | 3,283.00 usft |

|                  |                   |                    |                    |                  |                       |
|------------------|-------------------|--------------------|--------------------|------------------|-----------------------|
| <b>Wellbore</b>  | OH                |                    |                    |                  |                       |
| <b>Magnetics</b> | <b>Model Name</b> | <b>Sample Date</b> | <b>Declination</b> | <b>Dip Angle</b> | <b>Field Strength</b> |
|                  | HDGM              | 1/16/2019          | (°)                | (°)              | (nT)                  |
|                  |                   |                    | 6.63               | 59.82            | 47,895.60             |

|                          |                         |              |                      |                  |  |
|--------------------------|-------------------------|--------------|----------------------|------------------|--|
| <b>Design</b>            | Plan 1                  |              |                      |                  |  |
| <b>Audit Notes:</b>      |                         |              |                      |                  |  |
| <b>Version:</b>          | <b>Phase:</b>           | PROTOTYPE    | <b>Tie On Depth:</b> | 0.00             |  |
| <b>Vertical Section:</b> | <b>Depth From (TVD)</b> | <b>+N/-S</b> | <b>+E/-W</b>         | <b>Direction</b> |  |
|                          | (usft)                  | (usft)       | (usft)               | (°)              |  |
|                          | 0.00                    | 0.00         | 0.00                 | 359.45           |  |

|                            |             |                          |                  |                    |  |
|----------------------------|-------------|--------------------------|------------------|--------------------|--|
| <b>Survey Tool Program</b> | <b>Date</b> | 1/16/2019                |                  |                    |  |
| <b>From</b>                | <b>To</b>   | <b>Survey (Wellbore)</b> | <b>Tool Name</b> | <b>Description</b> |  |
| (usft)                     | (usft)      |                          |                  |                    |  |
| 0.00                       | 7,000.00    | Plan 1 (OH)              | MWD+HDGM         | OWSG MWD + HRGM    |  |
| 7,000.00                   | 11,500.00   | Plan 1 (OH)              | MWD+HDGM         | OWSG MWD + HRGM    |  |
| 11,500.00                  | 22,577.47   | Plan 1 (OH)              | MWD+HDGM         | OWSG MWD + HRGM    |  |

|                       |                    |                |                 |               |               |                 |                    |                    |                    |      |
|-----------------------|--------------------|----------------|-----------------|---------------|---------------|-----------------|--------------------|--------------------|--------------------|------|
| <b>Planned Survey</b> |                    |                |                 |               |               |                 |                    |                    |                    |      |
| <b>Measured</b>       | <b>Inclination</b> | <b>Azimuth</b> | <b>Vertical</b> | <b>+N/-S</b>  | <b>+E/-W</b>  | <b>Vertical</b> | <b>Dogleg</b>      | <b>Build</b>       | <b>Turn</b>        |      |
| <b>Depth</b>          | <b>(°)</b>         | <b>(°)</b>     | <b>Depth</b>    | <b>(usft)</b> | <b>(usft)</b> | <b>Section</b>  | <b>Rate</b>        | <b>Rate</b>        | <b>Rate</b>        |      |
| <b>(usft)</b>         |                    |                | <b>(usft)</b>   |               |               | <b>(usft)</b>   | <b>(°/100usft)</b> | <b>(°/100usft)</b> | <b>(°/100usft)</b> |      |
| 0.00                  | 0.00               | 0.00           | 0.00            | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 100.00                | 0.00               | 0.00           | 100.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 200.00                | 0.00               | 0.00           | 200.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 300.00                | 0.00               | 0.00           | 300.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 400.00                | 0.00               | 0.00           | 400.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 500.00                | 0.00               | 0.00           | 500.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 600.00                | 0.00               | 0.00           | 600.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 700.00                | 0.00               | 0.00           | 700.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |
| 800.00                | 0.00               | 0.00           | 800.00          | 0.00          | 0.00          | 0.00            | 0.00               | 0.00               | 0.00               | 0.00 |



**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

**Planned Survey**

| Measured Depth (usft)                   | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|---|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| <b>Start Build 2.00</b>                 |                 |             |                       |              |              |                         |                         |                        |                       |
| 900.00                                  | 2.00            | 101.86      | 899.98                | -0.36        | 1.71         | -0.38                   | 2.00                    | 2.00                   | 0.00                  |
| 939.05                                  | 2.78            | 101.86      | 939.00                | -0.69        | 3.30         | -0.73                   | 2.00                    | 2.00                   | 0.00                  |
| <b>Rustler Anhydrite</b>                |                 |             |                       |              |              |                         |                         |                        |                       |
| 1,000.00                                | 4.00            | 101.86      | 999.84                | -1.43        | 6.83         | -1.50                   | 2.00                    | 2.00                   | 0.00                  |
| 1,099.99                                | 6.00            | 101.86      | 1,099.45              | -3.23        | 15.36        | -3.37                   | 2.00                    | 2.00                   | 0.00                  |
| <b>Start 5516.32 hold at 1099.99 MD</b> |                 |             |                       |              |              |                         |                         |                        |                       |
| 1,190.04                                | 6.00            | 101.86      | 1,189.00              | -5.16        | 24.57        | -5.40                   | 0.00                    | 0.00                   | 0.00                  |
| <b>Top Salt</b>                         |                 |             |                       |              |              |                         |                         |                        |                       |
| 1,200.00                                | 6.00            | 101.86      | 1,198.90              | -5.38        | 25.59        | -5.62                   | 0.00                    | 0.00                   | 0.00                  |
| 1,300.00                                | 6.00            | 101.86      | 1,298.36              | -7.52        | 35.82        | -7.87                   | 0.00                    | 0.00                   | 0.00                  |
| 1,400.00                                | 6.00            | 101.86      | 1,397.81              | -9.67        | 46.05        | -10.12                  | 0.00                    | 0.00                   | 0.00                  |
| 1,500.00                                | 6.00            | 101.86      | 1,497.26              | -11.82       | 56.28        | -12.36                  | 0.00                    | 0.00                   | 0.00                  |
| 1,600.00                                | 6.00            | 101.86      | 1,596.71              | -13.97       | 66.51        | -14.61                  | 0.00                    | 0.00                   | 0.00                  |
| 1,700.00                                | 6.00            | 101.86      | 1,696.17              | -16.12       | 76.73        | -16.86                  | 0.00                    | 0.00                   | 0.00                  |
| 1,800.00                                | 6.00            | 101.86      | 1,795.62              | -18.27       | 86.96        | -19.10                  | 0.00                    | 0.00                   | 0.00                  |
| 1,900.00                                | 6.00            | 101.86      | 1,895.07              | -20.42       | 97.19        | -21.35                  | 0.00                    | 0.00                   | 0.00                  |
| 2,000.00                                | 6.00            | 101.86      | 1,994.52              | -22.57       | 107.42       | -23.60                  | 0.00                    | 0.00                   | 0.00                  |
| 2,100.00                                | 6.00            | 101.86      | 2,093.97              | -24.72       | 117.65       | -25.85                  | 0.00                    | 0.00                   | 0.00                  |
| 2,200.00                                | 6.00            | 101.86      | 2,193.43              | -26.87       | 127.88       | -28.09                  | 0.00                    | 0.00                   | 0.00                  |
| 2,300.00                                | 6.00            | 101.86      | 2,292.88              | -29.01       | 138.11       | -30.34                  | 0.00                    | 0.00                   | 0.00                  |
| 2,400.00                                | 6.00            | 101.86      | 2,392.33              | -31.16       | 148.34       | -32.59                  | 0.00                    | 0.00                   | 0.00                  |
| 2,500.00                                | 6.00            | 101.86      | 2,491.78              | -33.31       | 158.57       | -34.83                  | 0.00                    | 0.00                   | 0.00                  |
| 2,600.00                                | 6.00            | 101.86      | 2,591.24              | -35.46       | 168.80       | -37.08                  | 0.00                    | 0.00                   | 0.00                  |
| 2,700.00                                | 6.00            | 101.86      | 2,690.69              | -37.61       | 179.03       | -39.33                  | 0.00                    | 0.00                   | 0.00                  |
| 2,800.00                                | 6.00            | 101.86      | 2,790.14              | -39.76       | 189.26       | -41.57                  | 0.00                    | 0.00                   | 0.00                  |
| 2,900.00                                | 6.00            | 101.86      | 2,889.59              | -41.91       | 199.49       | -43.82                  | 0.00                    | 0.00                   | 0.00                  |
| 3,000.00                                | 6.00            | 101.86      | 2,989.04              | -44.06       | 209.72       | -46.07                  | 0.00                    | 0.00                   | 0.00                  |
| 3,100.00                                | 6.00            | 101.86      | 3,088.50              | -46.21       | 219.95       | -48.32                  | 0.00                    | 0.00                   | 0.00                  |
| 3,200.00                                | 6.00            | 101.86      | 3,187.95              | -48.36       | 230.17       | -50.56                  | 0.00                    | 0.00                   | 0.00                  |
| 3,300.00                                | 6.00            | 101.86      | 3,287.40              | -50.51       | 240.40       | -52.81                  | 0.00                    | 0.00                   | 0.00                  |
| 3,400.00                                | 6.00            | 101.86      | 3,386.85              | -52.65       | 250.63       | -55.06                  | 0.00                    | 0.00                   | 0.00                  |
| 3,500.00                                | 6.00            | 101.86      | 3,486.31              | -54.80       | 260.86       | -57.30                  | 0.00                    | 0.00                   | 0.00                  |
| 3,600.00                                | 6.00            | 101.86      | 3,585.76              | -56.95       | 271.09       | -59.55                  | 0.00                    | 0.00                   | 0.00                  |
| 3,700.00                                | 6.00            | 101.86      | 3,685.21              | -59.10       | 281.32       | -61.80                  | 0.00                    | 0.00                   | 0.00                  |
| 3,800.00                                | 6.00            | 101.86      | 3,784.66              | -61.25       | 291.55       | -64.05                  | 0.00                    | 0.00                   | 0.00                  |
| 3,900.00                                | 6.00            | 101.86      | 3,884.11              | -63.40       | 301.78       | -66.29                  | 0.00                    | 0.00                   | 0.00                  |
| 4,000.00                                | 6.00            | 101.86      | 3,983.57              | -65.55       | 312.01       | -68.54                  | 0.00                    | 0.00                   | 0.00                  |
| 4,100.00                                | 6.00            | 101.86      | 4,083.02              | -67.70       | 322.24       | -70.79                  | 0.00                    | 0.00                   | 0.00                  |
| 4,200.00                                | 6.00            | 101.86      | 4,182.47              | -69.85       | 332.47       | -73.03                  | 0.00                    | 0.00                   | 0.00                  |
| 4,300.00                                | 6.00            | 101.86      | 4,281.92              | -72.00       | 342.70       | -75.28                  | 0.00                    | 0.00                   | 0.00                  |
| 4,400.00                                | 6.00            | 101.86      | 4,381.38              | -74.14       | 352.93       | -77.53                  | 0.00                    | 0.00                   | 0.00                  |
| 4,500.00                                | 6.00            | 101.86      | 4,480.83              | -76.29       | 363.16       | -79.78                  | 0.00                    | 0.00                   | 0.00                  |
| 4,600.00                                | 6.00            | 101.86      | 4,580.28              | -78.44       | 373.39       | -82.02                  | 0.00                    | 0.00                   | 0.00                  |



**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

**Planned Survey**

| Measured Depth (usft)                   | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Buld Rate (°/100usft) | Turn Rate (°/100usft) |
|---|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|-----------------------|-----------------------|
| 4,700.00                                | 6.00            | 101.86      | 4,679.73              | -80.59       | 383.62       | -84.27                  | 0.00                    | 0.00                  | 0.00                  |
| 4,800.00                                | 6.00            | 101.86      | 4,779.18              | -82.74       | 393.84       | -86.52                  | 0.00                    | 0.00                  | 0.00                  |
| 4,900.00                                | 6.00            | 101.86      | 4,878.64              | -84.89       | 404.07       | -88.76                  | 0.00                    | 0.00                  | 0.00                  |
| 4,985.83                                | 6.00            | 101.86      | 4,964.00              | -86.73       | 412.85       | -90.69                  | 0.00                    | 0.00                  | 0.00                  |
| <b>Base Salt</b>                        |                 |             |                       |              |              |                         |                         |                       |                       |
| 5,000.00                                | 6.00            | 101.86      | 4,978.09              | -87.04       | 414.30       | -91.01                  | 0.00                    | 0.00                  | 0.00                  |
| 5,100.00                                | 6.00            | 101.86      | 5,077.54              | -89.19       | 424.53       | -93.26                  | 0.00                    | 0.00                  | 0.00                  |
| 5,200.00                                | 6.00            | 101.86      | 5,176.99              | -91.34       | 434.76       | -95.51                  | 0.00                    | 0.00                  | 0.00                  |
| 5,292.51                                | 6.00            | 101.86      | 5,269.00              | -93.32       | 444.23       | -97.58                  | 0.00                    | 0.00                  | 0.00                  |
| <b>Delaware Mountain Gp</b>             |                 |             |                       |              |              |                         |                         |                       |                       |
| 5,300.00                                | 6.00            | 101.86      | 5,276.44              | -93.49       | 444.99       | -97.75                  | 0.00                    | 0.00                  | 0.00                  |
| 5,322.68                                | 6.00            | 101.86      | 5,299.00              | -93.97       | 447.31       | -98.26                  | 0.00                    | 0.00                  | 0.00                  |
| <b>Bell Canyon - Lamar</b>              |                 |             |                       |              |              |                         |                         |                       |                       |
| 5,347.82                                | 6.00            | 101.86      | 5,324.00              | -94.51       | 449.88       | -98.83                  | 0.00                    | 0.00                  | 0.00                  |
| <b>Ramsey Sand</b>                      |                 |             |                       |              |              |                         |                         |                       |                       |
| 5,400.00                                | 6.00            | 101.86      | 5,375.90              | -95.63       | 455.22       | -100.00                 | 0.00                    | 0.00                  | 0.00                  |
| 5,500.00                                | 6.00            | 101.86      | 5,475.35              | -97.78       | 465.45       | -102.25                 | 0.00                    | 0.00                  | 0.00                  |
| 5,600.00                                | 6.00            | 101.86      | 5,574.80              | -99.93       | 475.68       | -104.49                 | 0.00                    | 0.00                  | 0.00                  |
| 5,700.00                                | 6.00            | 101.86      | 5,674.25              | -102.08      | 485.91       | -106.74                 | 0.00                    | 0.00                  | 0.00                  |
| 5,800.00                                | 6.00            | 101.86      | 5,773.71              | -104.23      | 496.14       | -108.99                 | 0.00                    | 0.00                  | 0.00                  |
| 5,900.00                                | 6.00            | 101.86      | 5,873.16              | -106.38      | 506.37       | -111.24                 | 0.00                    | 0.00                  | 0.00                  |
| 6,000.00                                | 6.00            | 101.86      | 5,972.61              | -108.53      | 516.60       | -113.48                 | 0.00                    | 0.00                  | 0.00                  |
| 6,100.00                                | 6.00            | 101.86      | 6,072.06              | -110.68      | 526.83       | -115.73                 | 0.00                    | 0.00                  | 0.00                  |
| 6,200.00                                | 6.00            | 101.86      | 6,171.51              | -112.83      | 537.06       | -117.98                 | 0.00                    | 0.00                  | 0.00                  |
| 6,292.99                                | 6.00            | 101.86      | 6,264.00              | -114.83      | 546.57       | -120.07                 | 0.00                    | 0.00                  | 0.00                  |
| <b>Cherry Canyon</b>                    |                 |             |                       |              |              |                         |                         |                       |                       |
| 6,300.00                                | 6.00            | 101.86      | 6,270.97              | -114.98      | 547.28       | -120.22                 | 0.00                    | 0.00                  | 0.00                  |
| 6,400.00                                | 6.00            | 101.86      | 6,370.42              | -117.12      | 557.51       | -122.47                 | 0.00                    | 0.00                  | 0.00                  |
| 6,500.00                                | 6.00            | 101.86      | 6,469.87              | -119.27      | 567.74       | -124.72                 | 0.00                    | 0.00                  | 0.00                  |
| 6,600.00                                | 6.00            | 101.86      | 6,569.32              | -121.42      | 577.97       | -126.97                 | 0.00                    | 0.00                  | 0.00                  |
| 6,616.32                                | 6.00            | 101.86      | 6,585.55              | -121.77      | 579.64       | -127.33                 | 0.00                    | 0.00                  | 0.00                  |
| <b>Start Drop -2.00</b>                 |                 |             |                       |              |              |                         |                         |                       |                       |
| 6,700.00                                | 4.33            | 101.86      | 6,668.89              | -123.32      | 587.01       | -128.95                 | 2.00                    | -2.00                 | 0.00                  |
| 6,800.00                                | 2.33            | 101.86      | 6,768.72              | -124.51      | 592.69       | -130.20                 | 2.00                    | -2.00                 | 0.00                  |
| 6,900.00                                | 0.33            | 101.86      | 6,868.69              | -124.99      | 594.95       | -130.70                 | 2.00                    | -2.00                 | 0.00                  |
| 6,916.31                                | 0.00            | 0.00        | 6,885.00              | -125.00      | 595.00       | -130.71                 | 2.00                    | -2.00                 | -624.40               |
| <b>Start 4821.13 hold at 6916.31 MD</b> |                 |             |                       |              |              |                         |                         |                       |                       |
| 7,000.00                                | 0.00            | 0.00        | 6,968.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                  | 0.00                  |
| 7,100.00                                | 0.00            | 0.00        | 7,068.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                  | 0.00                  |
| 7,200.00                                | 0.00            | 0.00        | 7,168.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                  | 0.00                  |
| 7,300.00                                | 0.00            | 0.00        | 7,268.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                  | 0.00                  |
| 7,400.00                                | 0.00            | 0.00        | 7,368.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                  | 0.00                  |
| 7,500.00                                | 0.00            | 0.00        | 7,468.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                  | 0.00                  |
| 7,600.00                                | 0.00            | 0.00        | 7,568.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                  | 0.00                  |



**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

**Planned Survey**

| Measured Depth (usft)       | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| 7,700.00                    | 0.00            | 0.00        | 7,668.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 7,800.00                    | 0.00            | 0.00        | 7,768.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 7,815.31                    | 0.00            | 0.00        | 7,784.00              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| <b>Brushy Canyon</b>        |                 |             |                       |              |              |                         |                         |                        |                       |
| 7,900.00                    | 0.00            | 0.00        | 7,868.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,000.00                    | 0.00            | 0.00        | 7,968.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,100.00                    | 0.00            | 0.00        | 8,068.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,200.00                    | 0.00            | 0.00        | 8,168.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,300.00                    | 0.00            | 0.00        | 8,268.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,400.00                    | 0.00            | 0.00        | 8,368.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,500.00                    | 0.00            | 0.00        | 8,468.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,600.00                    | 0.00            | 0.00        | 8,568.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,700.00                    | 0.00            | 0.00        | 8,668.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,800.00                    | 0.00            | 0.00        | 8,768.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 8,900.00                    | 0.00            | 0.00        | 8,868.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,000.00                    | 0.00            | 0.00        | 8,968.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,065.31                    | 0.00            | 0.00        | 9,034.00              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| <b>Bone Spring Lime</b>     |                 |             |                       |              |              |                         |                         |                        |                       |
| 9,100.00                    | 0.00            | 0.00        | 9,068.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,200.00                    | 0.00            | 0.00        | 9,168.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,300.00                    | 0.00            | 0.00        | 9,268.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,400.00                    | 0.00            | 0.00        | 9,368.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,500.00                    | 0.00            | 0.00        | 9,468.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,600.00                    | 0.00            | 0.00        | 9,568.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,700.00                    | 0.00            | 0.00        | 9,668.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,800.00                    | 0.00            | 0.00        | 9,768.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 9,900.00                    | 0.00            | 0.00        | 9,868.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,000.00                   | 0.00            | 0.00        | 9,968.69              | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,100.00                   | 0.00            | 0.00        | 10,068.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,200.00                   | 0.00            | 0.00        | 10,168.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,300.00                   | 0.00            | 0.00        | 10,268.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,325.31                   | 0.00            | 0.00        | 10,294.00             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| <b>1st Bone Spring Sand</b> |                 |             |                       |              |              |                         |                         |                        |                       |
| 10,400.00                   | 0.00            | 0.00        | 10,368.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,500.00                   | 0.00            | 0.00        | 10,468.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,600.00                   | 0.00            | 0.00        | 10,568.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,700.00                   | 0.00            | 0.00        | 10,668.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,760.31                   | 0.00            | 0.00        | 10,729.00             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| <b>2nd Bone Spring Sand</b> |                 |             |                       |              |              |                         |                         |                        |                       |
| 10,800.00                   | 0.00            | 0.00        | 10,768.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 10,900.00                   | 0.00            | 0.00        | 10,868.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,000.00                   | 0.00            | 0.00        | 10,968.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,100.00                   | 0.00            | 0.00        | 11,068.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,200.00                   | 0.00            | 0.00        | 11,168.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |



Pro Directional  
Survey Report



Company: Tap Rock Operating, LLC  
 Project: Lea County, New Mexico (NAD 83)  
 Site: Gipple Fed  
 Well: 138H  
 Wellbore: OH  
 Design: Plan 1

Local Co-ordinate Reference: Well 138H  
 TVD Reference: Well @ 3309.50usft (GL:3283' + KB:26.5')  
 MD Reference: Well @ 3309.50usft (GL:3283' + KB:26.5')  
 North Reference: Grid  
 Survey Calculation Method: Minimum Curvature  
 Database: WellPlanner1

Planned Survey

| Measured Depth (usft)                                 | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|---|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| 11,300.00   | 0.00            | 0.00        | 11,268.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,400.00   | 0.00            | 0.00        | 11,368.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,500.00   | 0.00            | 0.00        | 11,468.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,600.00   | 0.00            | 0.00        | 11,568.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,700.00   | 0.00            | 0.00        | 11,668.69             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| 11,737.44   | 0.00            | 0.00        | 11,706.13             | -125.00      | 595.00       | -130.71                 | 0.00                    | 0.00                   | 0.00                  |
| <b>KOP, Start DLS 10.00 TFO 359.45</b>                |                 |             |                       |              |              |                         |                         |                        |                       |
| 11,750.00   | 1.26            | 359.45      | 11,718.69             | -124.86      | 595.00       | -130.57                 | 10.00                   | 10.00                  | 0.00                  |
| 11,800.00   | 6.26            | 359.45      | 11,768.56             | -121.59      | 594.97       | -127.29                 | 10.00                   | 10.00                  | 0.00                  |
| 11,850.00   | 11.26           | 359.45      | 11,817.96             | -113.98      | 594.89       | -119.69                 | 10.00                   | 10.00                  | 0.00                  |
| 11,900.00   | 16.26           | 359.45      | 11,866.51             | -102.10      | 594.78       | -107.80                 | 10.00                   | 10.00                  | 0.00                  |
| 11,950.00   | 21.26           | 359.45      | 11,913.84             | -86.02       | 594.63       | -91.73                  | 10.00                   | 10.00                  | 0.00                  |
| 12,000.00   | 26.26           | 359.45      | 11,959.59             | -65.89       | 594.43       | -71.59                  | 10.00                   | 10.00                  | 0.00                  |
| 12,050.00   | 31.26           | 359.45      | 12,003.41             | -41.85       | 594.20       | -47.55                  | 10.00                   | 10.00                  | 0.00                  |
| 12,100.00   | 36.26           | 359.45      | 12,044.97             | -14.07       | 593.93       | -19.77                  | 10.00                   | 10.00                  | 0.00                  |
| 12,150.00   | 41.26           | 359.45      | 12,083.95             | 17.22        | 593.63       | 11.52                   | 10.00                   | 10.00                  | 0.00                  |
| 12,200.00   | 46.26           | 359.45      | 12,120.05             | 51.78        | 593.30       | 46.08                   | 10.00                   | 10.00                  | 0.00                  |
| 12,201.37   | 46.39           | 359.45      | 12,121.00             | 52.77        | 593.29       | 47.08                   | 10.00                   | 10.00                  | 0.00                  |
| <b>3rd Bone Spring Sand</b>                           |                 |             |                       |              |              |                         |                         |                        |                       |
| 12,250.00   | 51.26           | 359.45      | 12,153.01             | 89.36        | 592.94       | 83.67                   | 10.00                   | 10.00                  | 0.00                  |
| 12,300.00   | 56.26           | 359.45      | 12,182.56             | 129.67       | 592.55       | 123.98                  | 10.00                   | 10.00                  | 0.00                  |
| 12,350.00   | 61.26           | 359.45      | 12,208.48             | 172.41       | 592.14       | 166.71                  | 10.00                   | 10.00                  | 0.00                  |
| 12,400.00   | 66.26           | 359.45      | 12,230.59             | 217.24       | 591.71       | 211.55                  | 10.00                   | 10.00                  | 0.00                  |
| 12,435.89   | 69.84           | 359.45      | 12,244.00             | 250.52       | 591.39       | 244.83                  | 10.00                   | 10.00                  | 0.00                  |
| <b>3rd BS W Sand</b>                                  |                 |             |                       |              |              |                         |                         |                        |                       |
| 12,450.00   | 71.26           | 359.45      | 12,248.70             | 263.82       | 591.26       | 258.13                  | 10.00                   | 10.00                  | 0.00                  |
| 12,500.00   | 76.26           | 359.45      | 12,262.68             | 311.81       | 590.80       | 306.12                  | 10.00                   | 10.00                  | 0.00                  |
| 12,550.00   | 81.26           | 359.45      | 12,272.43             | 360.83       | 590.33       | 355.15                  | 10.00                   | 10.00                  | 0.00                  |
| 12,600.00   | 86.26           | 359.45      | 12,277.86             | 410.52       | 589.85       | 404.83                  | 10.00                   | 10.00                  | 0.00                  |
| 12,647.48   | 91.00           | 359.45      | 12,279.00             | 457.97       | 589.40       | 452.29                  | 10.00                   | 10.00                  | 0.00                  |
| <b>Landing PT., Start 9930.01 hold at 12647.48 MD</b> |                 |             |                       |              |              |                         |                         |                        |                       |
| 12,700.00   | 91.00           | 359.45      | 12,278.08             | 510.48       | 588.89       | 504.80                  | 0.00                    | 0.00                   | 0.00                  |
| 12,800.00   | 91.00           | 359.45      | 12,276.33             | 610.46       | 587.93       | 604.78                  | 0.00                    | 0.00                   | 0.00                  |
| 12,900.00   | 91.00           | 359.45      | 12,274.58             | 710.44       | 586.97       | 704.77                  | 0.00                    | 0.00                   | 0.00                  |
| 13,000.00   | 91.00           | 359.45      | 12,272.82             | 810.42       | 586.01       | 804.75                  | 0.00                    | 0.00                   | 0.00                  |
| 13,100.00   | 91.00           | 359.45      | 12,271.07             | 910.40       | 585.05       | 904.74                  | 0.00                    | 0.00                   | 0.00                  |
| 13,200.00   | 91.00           | 359.45      | 12,269.32             | 1,010.38     | 584.09       | 1,004.72                | 0.00                    | 0.00                   | 0.00                  |
| 13,300.00   | 91.00           | 359.45      | 12,267.57             | 1,110.36     | 583.13       | 1,104.71                | 0.00                    | 0.00                   | 0.00                  |
| 13,400.00   | 91.00           | 359.45      | 12,265.81             | 1,210.34     | 582.17       | 1,204.69                | 0.00                    | 0.00                   | 0.00                  |
| 13,500.00   | 91.00           | 359.45      | 12,264.06             | 1,310.32     | 581.21       | 1,304.68                | 0.00                    | 0.00                   | 0.00                  |
| 13,600.00   | 91.00           | 359.45      | 12,262.31             | 1,410.30     | 580.25       | 1,404.66                | 0.00                    | 0.00                   | 0.00                  |
| 13,700.00   | 91.00           | 359.45      | 12,260.56             | 1,510.28     | 579.29       | 1,504.65                | 0.00                    | 0.00                   | 0.00                  |
| 13,800.00   | 91.00           | 359.45      | 12,258.81             | 1,610.26     | 578.33       | 1,604.63                | 0.00                    | 0.00                   | 0.00                  |
| 13,900.00   | 91.00           | 359.45      | 12,257.05             | 1,710.24     | 577.37       | 1,704.62                | 0.00                    | 0.00                   | 0.00                  |



**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

**Planned Survey**

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Buidl Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| 14,000.00             | 91.00           | 359.45      | 12,255.30             | 1,810.22     | 576.40       | 1,804.60                | 0.00                    | 0.00                   | 0.00                  |
| 14,100.00             | 91.00           | 359.45      | 12,253.55             | 1,910.20     | 575.44       | 1,904.58                | 0.00                    | 0.00                   | 0.00                  |
| 14,200.00             | 91.00           | 359.45      | 12,251.80             | 2,010.18     | 574.48       | 2,004.57                | 0.00                    | 0.00                   | 0.00                  |
| 14,300.00             | 91.00           | 359.45      | 12,250.04             | 2,110.16     | 573.52       | 2,104.55                | 0.00                    | 0.00                   | 0.00                  |
| 14,400.00             | 91.00           | 359.45      | 12,248.29             | 2,210.14     | 572.56       | 2,204.54                | 0.00                    | 0.00                   | 0.00                  |
| 14,500.00             | 91.00           | 359.45      | 12,246.54             | 2,310.12     | 571.60       | 2,304.52                | 0.00                    | 0.00                   | 0.00                  |
| 14,600.00             | 91.00           | 359.45      | 12,244.79             | 2,410.10     | 570.64       | 2,404.51                | 0.00                    | 0.00                   | 0.00                  |
| 14,700.00             | 91.00           | 359.45      | 12,243.03             | 2,510.08     | 569.68       | 2,504.49                | 0.00                    | 0.00                   | 0.00                  |
| 14,800.00             | 91.00           | 359.45      | 12,241.28             | 2,610.06     | 568.72       | 2,604.48                | 0.00                    | 0.00                   | 0.00                  |
| 14,900.00             | 91.00           | 359.45      | 12,239.53             | 2,710.04     | 567.76       | 2,704.46                | 0.00                    | 0.00                   | 0.00                  |
| 15,000.00             | 91.00           | 359.45      | 12,237.78             | 2,810.02     | 566.80       | 2,804.45                | 0.00                    | 0.00                   | 0.00                  |
| 15,100.00             | 91.00           | 359.45      | 12,236.03             | 2,910.00     | 565.84       | 2,904.43                | 0.00                    | 0.00                   | 0.00                  |
| 15,200.00             | 91.00           | 359.45      | 12,234.27             | 3,009.98     | 564.88       | 3,004.42                | 0.00                    | 0.00                   | 0.00                  |
| 15,300.00             | 91.00           | 359.45      | 12,232.52             | 3,109.96     | 563.92       | 3,104.40                | 0.00                    | 0.00                   | 0.00                  |
| 15,400.00             | 91.00           | 359.45      | 12,230.77             | 3,209.94     | 562.95       | 3,204.39                | 0.00                    | 0.00                   | 0.00                  |
| 15,500.00             | 91.00           | 359.45      | 12,229.02             | 3,309.92     | 561.99       | 3,304.37                | 0.00                    | 0.00                   | 0.00                  |
| 15,600.00             | 91.00           | 359.45      | 12,227.26             | 3,409.90     | 561.03       | 3,404.35                | 0.00                    | 0.00                   | 0.00                  |
| 15,700.00             | 91.00           | 359.45      | 12,225.51             | 3,509.88     | 560.07       | 3,504.34                | 0.00                    | 0.00                   | 0.00                  |
| 15,800.00             | 91.00           | 359.45      | 12,223.76             | 3,609.86     | 559.11       | 3,604.32                | 0.00                    | 0.00                   | 0.00                  |
| 15,900.00             | 91.00           | 359.45      | 12,222.01             | 3,709.84     | 558.15       | 3,704.31                | 0.00                    | 0.00                   | 0.00                  |
| 16,000.00             | 91.00           | 359.45      | 12,220.26             | 3,809.82     | 557.19       | 3,804.29                | 0.00                    | 0.00                   | 0.00                  |
| 16,100.00             | 91.00           | 359.45      | 12,218.50             | 3,909.80     | 556.23       | 3,904.28                | 0.00                    | 0.00                   | 0.00                  |
| 16,200.00             | 91.00           | 359.45      | 12,216.75             | 4,009.78     | 555.27       | 4,004.26                | 0.00                    | 0.00                   | 0.00                  |
| 16,300.00             | 91.00           | 359.45      | 12,215.00             | 4,109.76     | 554.31       | 4,104.25                | 0.00                    | 0.00                   | 0.00                  |
| 16,400.00             | 91.00           | 359.45      | 12,213.25             | 4,209.74     | 553.35       | 4,204.23                | 0.00                    | 0.00                   | 0.00                  |
| 16,500.00             | 91.00           | 359.45      | 12,211.49             | 4,309.72     | 552.39       | 4,304.22                | 0.00                    | 0.00                   | 0.00                  |
| 16,600.00             | 91.00           | 359.45      | 12,209.74             | 4,409.70     | 551.43       | 4,404.20                | 0.00                    | 0.00                   | 0.00                  |
| 16,700.00             | 91.00           | 359.45      | 12,207.99             | 4,509.68     | 550.47       | 4,504.19                | 0.00                    | 0.00                   | 0.00                  |
| 16,800.00             | 91.00           | 359.45      | 12,206.24             | 4,609.66     | 549.50       | 4,604.17                | 0.00                    | 0.00                   | 0.00                  |
| 16,900.00             | 91.00           | 359.45      | 12,204.48             | 4,709.64     | 548.54       | 4,704.15                | 0.00                    | 0.00                   | 0.00                  |
| 17,000.00             | 91.00           | 359.45      | 12,202.73             | 4,809.62     | 547.58       | 4,804.14                | 0.00                    | 0.00                   | 0.00                  |
| 17,100.00             | 91.00           | 359.45      | 12,200.98             | 4,909.60     | 546.62       | 4,904.12                | 0.00                    | 0.00                   | 0.00                  |
| 17,200.00             | 91.00           | 359.45      | 12,199.23             | 5,009.58     | 545.66       | 5,004.11                | 0.00                    | 0.00                   | 0.00                  |
| 17,300.00             | 91.00           | 359.45      | 12,197.48             | 5,109.56     | 544.70       | 5,104.09                | 0.00                    | 0.00                   | 0.00                  |
| 17,400.00             | 91.00           | 359.45      | 12,195.72             | 5,209.54     | 543.74       | 5,204.08                | 0.00                    | 0.00                   | 0.00                  |
| 17,500.00             | 91.00           | 359.45      | 12,193.97             | 5,309.52     | 542.78       | 5,304.06                | 0.00                    | 0.00                   | 0.00                  |
| 17,600.00             | 91.00           | 359.45      | 12,192.22             | 5,409.50     | 541.82       | 5,404.05                | 0.00                    | 0.00                   | 0.00                  |
| 17,700.00             | 91.00           | 359.45      | 12,190.47             | 5,509.48     | 540.86       | 5,504.03                | 0.00                    | 0.00                   | 0.00                  |
| 17,800.00             | 91.00           | 359.45      | 12,188.71             | 5,609.46     | 539.90       | 5,604.02                | 0.00                    | 0.00                   | 0.00                  |
| 17,900.00             | 91.00           | 359.45      | 12,186.96             | 5,709.44     | 538.94       | 5,704.00                | 0.00                    | 0.00                   | 0.00                  |
| 18,000.00             | 91.00           | 359.45      | 12,185.21             | 5,809.42     | 537.98       | 5,803.99                | 0.00                    | 0.00                   | 0.00                  |
| 18,100.00             | 91.00           | 359.45      | 12,183.46             | 5,909.40     | 537.02       | 5,903.97                | 0.00                    | 0.00                   | 0.00                  |
| 18,200.00             | 91.00           | 359.45      | 12,181.71             | 6,009.38     | 536.05       | 6,003.96                | 0.00                    | 0.00                   | 0.00                  |
| 18,300.00             | 91.00           | 359.45      | 12,179.95             | 6,109.36     | 535.09       | 6,103.94                | 0.00                    | 0.00                   | 0.00                  |



**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

| Planned Survey        |                 |             |                       |              |              |                         |                         |                        |                       |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
| 18,400.00             | 91.00           | 359.45      | 12,178.20             | 6,209.34     | 534.13       | 6,203.92                | 0.00                    | 0.00                   | 0.00                  |
| 18,500.00             | 91.00           | 359.45      | 12,176.45             | 6,309.32     | 533.17       | 6,303.91                | 0.00                    | 0.00                   | 0.00                  |
| 18,600.00             | 91.00           | 359.45      | 12,174.70             | 6,409.30     | 532.21       | 6,403.89                | 0.00                    | 0.00                   | 0.00                  |
| 18,700.00             | 91.00           | 359.45      | 12,172.94             | 6,509.28     | 531.25       | 6,503.88                | 0.00                    | 0.00                   | 0.00                  |
| 18,800.00             | 91.00           | 359.45      | 12,171.19             | 6,609.26     | 530.29       | 6,603.86                | 0.00                    | 0.00                   | 0.00                  |
| 18,900.00             | 91.00           | 359.45      | 12,169.44             | 6,709.24     | 529.33       | 6,703.85                | 0.00                    | 0.00                   | 0.00                  |
| 19,000.00             | 91.00           | 359.45      | 12,167.69             | 6,809.22     | 528.37       | 6,803.83                | 0.00                    | 0.00                   | 0.00                  |
| 19,100.00             | 91.00           | 359.45      | 12,165.94             | 6,909.20     | 527.41       | 6,903.82                | 0.00                    | 0.00                   | 0.00                  |
| 19,200.00             | 91.00           | 359.45      | 12,164.18             | 7,009.18     | 526.45       | 7,003.80                | 0.00                    | 0.00                   | 0.00                  |
| 19,300.00             | 91.00           | 359.45      | 12,162.43             | 7,109.16     | 525.49       | 7,103.79                | 0.00                    | 0.00                   | 0.00                  |
| 19,400.00             | 91.00           | 359.45      | 12,160.68             | 7,209.14     | 524.53       | 7,203.77                | 0.00                    | 0.00                   | 0.00                  |
| 19,500.00             | 91.00           | 359.45      | 12,158.93             | 7,309.12     | 523.57       | 7,303.76                | 0.00                    | 0.00                   | 0.00                  |
| 19,600.00             | 91.00           | 359.45      | 12,157.17             | 7,409.10     | 522.61       | 7,403.74                | 0.00                    | 0.00                   | 0.00                  |
| 19,700.00             | 91.00           | 359.45      | 12,155.42             | 7,509.08     | 521.64       | 7,503.72                | 0.00                    | 0.00                   | 0.00                  |
| 19,800.00             | 91.00           | 359.45      | 12,153.67             | 7,609.06     | 520.68       | 7,603.71                | 0.00                    | 0.00                   | 0.00                  |
| 19,900.00             | 91.00           | 359.45      | 12,151.92             | 7,709.04     | 519.72       | 7,703.69                | 0.00                    | 0.00                   | 0.00                  |
| 20,000.00             | 91.00           | 359.45      | 12,150.16             | 7,809.02     | 518.76       | 7,803.68                | 0.00                    | 0.00                   | 0.00                  |
| 20,100.00             | 91.00           | 359.45      | 12,148.41             | 7,909.00     | 517.80       | 7,903.66                | 0.00                    | 0.00                   | 0.00                  |
| 20,200.00             | 91.00           | 359.45      | 12,146.66             | 8,008.98     | 516.84       | 8,003.65                | 0.00                    | 0.00                   | 0.00                  |
| 20,300.00             | 91.00           | 359.45      | 12,144.91             | 8,108.96     | 515.88       | 8,103.63                | 0.00                    | 0.00                   | 0.00                  |
| 20,400.00             | 91.00           | 359.45      | 12,143.16             | 8,208.94     | 514.92       | 8,203.62                | 0.00                    | 0.00                   | 0.00                  |
| 20,500.00             | 91.00           | 359.45      | 12,141.40             | 8,308.92     | 513.96       | 8,303.60                | 0.00                    | 0.00                   | 0.00                  |
| 20,600.00             | 91.00           | 359.45      | 12,139.65             | 8,408.90     | 513.00       | 8,403.59                | 0.00                    | 0.00                   | 0.00                  |
| 20,700.00             | 91.00           | 359.45      | 12,137.90             | 8,508.88     | 512.04       | 8,503.57                | 0.00                    | 0.00                   | 0.00                  |
| 20,800.00             | 91.00           | 359.45      | 12,136.15             | 8,608.86     | 511.08       | 8,603.56                | 0.00                    | 0.00                   | 0.00                  |
| 20,900.00             | 91.00           | 359.45      | 12,134.39             | 8,708.84     | 510.12       | 8,703.54                | 0.00                    | 0.00                   | 0.00                  |
| 21,000.00             | 91.00           | 359.45      | 12,132.64             | 8,808.82     | 509.16       | 8,803.53                | 0.00                    | 0.00                   | 0.00                  |
| 21,100.00             | 91.00           | 359.45      | 12,130.89             | 8,908.80     | 508.19       | 8,903.51                | 0.00                    | 0.00                   | 0.00                  |
| 21,200.00             | 91.00           | 359.45      | 12,129.14             | 9,008.78     | 507.23       | 9,003.49                | 0.00                    | 0.00                   | 0.00                  |
| 21,300.00             | 91.00           | 359.45      | 12,127.39             | 9,108.76     | 506.27       | 9,103.48                | 0.00                    | 0.00                   | 0.00                  |
| 21,400.00             | 91.00           | 359.45      | 12,125.63             | 9,208.74     | 505.31       | 9,203.46                | 0.00                    | 0.00                   | 0.00                  |
| 21,500.00             | 91.00           | 359.45      | 12,123.88             | 9,308.72     | 504.35       | 9,303.45                | 0.00                    | 0.00                   | 0.00                  |
| 21,600.00             | 91.00           | 359.45      | 12,122.13             | 9,408.70     | 503.39       | 9,403.43                | 0.00                    | 0.00                   | 0.00                  |
| 21,700.00             | 91.00           | 359.45      | 12,120.38             | 9,508.68     | 502.43       | 9,503.42                | 0.00                    | 0.00                   | 0.00                  |
| 21,800.00             | 91.00           | 359.45      | 12,118.62             | 9,608.66     | 501.47       | 9,603.40                | 0.00                    | 0.00                   | 0.00                  |
| 21,900.00             | 91.00           | 359.45      | 12,116.87             | 9,708.64     | 500.51       | 9,703.39                | 0.00                    | 0.00                   | 0.00                  |
| 22,000.00             | 91.00           | 359.45      | 12,115.12             | 9,808.62     | 499.55       | 9,803.37                | 0.00                    | 0.00                   | 0.00                  |
| 22,100.00             | 91.00           | 359.45      | 12,113.37             | 9,908.60     | 498.59       | 9,903.36                | 0.00                    | 0.00                   | 0.00                  |
| 22,200.00             | 91.00           | 359.45      | 12,111.61             | 10,008.58    | 497.63       | 10,003.34               | 0.00                    | 0.00                   | 0.00                  |
| 22,300.00             | 91.00           | 359.45      | 12,109.86             | 10,108.56    | 496.67       | 10,103.33               | 0.00                    | 0.00                   | 0.00                  |
| 22,400.00             | 91.00           | 359.45      | 12,108.11             | 10,208.54    | 495.71       | 10,203.31               | 0.00                    | 0.00                   | 0.00                  |
| 22,500.00             | 91.00           | 359.45      | 12,106.36             | 10,308.52    | 494.74       | 10,303.30               | 0.00                    | 0.00                   | 0.00                  |
| 22,577.50             | 91.00           | 359.45      | 12,105.00             | 10,386.00    | 494.00       | 10,380.78               | 0.00                    | 0.00                   | 0.00                  |



**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

| Measured Depth (usft) | Inclination (°) | Azimuth (°) | Vertical Depth (usft) | +N/-S (usft) | +E/-W (usft) | Vertical Section (usft) | Dogleg Rate (°/100usft) | Build Rate (°/100usft) | Turn Rate (°/100usft) |
|-----------------------|-----------------|-------------|-----------------------|--------------|--------------|-------------------------|-------------------------|------------------------|-----------------------|
| TD at 22577.50        |                 |             |                       |              |              |                         |                         |                        |                       |

| Target Name  | Dip Angle (°) | Dip Dir. (°) | TVD (usft)    | +N/-S (usft) | +E/-W (usft) | Northing (usft) | Easting (usft) | Latitude  | Longitude   |
|--|---------------|--------------|---------------|--------------|--------------|-----------------|----------------|-----------|-------------|
| 138H - Plat LTP<br>- hi/miss target<br>- Shape<br>- plan misses target center by 10302.90usft at 0.00usft MD (0.00 TVD, 0.00 N, 0.00 E)<br>- Point | 0.00          | 0.00         | 0.00          | 10,291.00    | 495.00       | 436,202.00      | 841,157.00     | 32.195482 | -103.364095 |
| 138H - Plat FTP<br>- plan misses target center by 599.10usft at 0.00usft MD (0.00 TVD, 0.00 N, 0.00 E)<br>- Point                                  | 0.00          | 0.01         | 0.00          | -70.00       | 595.00       | 425,841.00      | 841,257.00     | 32.167002 | -103.364073 |
| 138H - KOP<br>- plan hits target center<br>- Point   | 0.00          | 0.00         | 11,706.13     | -125.00      | 595.00       | 425,786.00      | 841,257.00     | 32.166851 | -103.364075 |
| 138H - PBHL<br>- plan hits target center<br>- Point  | 0.00          | 0.00         | 12,105.0<br>0 | 10,386.00    | 494.00       | 436,297.00      | 841,156.00     | 32.195743 | -103.364095 |
| 138H - Landing PT.<br>- plan hits target center<br>- Point   | 0.00          | 0.01         | 12,279.0<br>0 | 457.97       | 589.40       | 426,368.97      | 841,251.40     | 32.168453 | -103.364076 |

| Measured Depth (usft) | Vertical Depth (usft) | Name                 | Lithology | Dip (°) | Dip Direction (°) |
|-----------------------|-----------------------|----------------------|-----------|---------|-------------------|
| 939.05                | 939.00                | Rustler Anhydrite    |           |         |                   |
| 1,190.04              | 1,189.00              | Top Salt             |           |         |                   |
| 4,985.83              | 4,964.00              | Base Salt            |           |         |                   |
| 5,292.51              | 5,269.00              | Delaware Mountain Gp |           |         |                   |
| 5,322.68              | 5,299.00              | Bell Canyon          |           |         |                   |
| 5,322.68              | 5,299.00              | Lamar                |           |         |                   |
| 5,347.82              | 5,324.00              | Ramsey Sand          |           |         |                   |
| 6,292.99              | 6,264.00              | Cherry Canyon        |           |         |                   |
| 7,815.31              | 7,784.00              | Brushy Canyon        |           |         |                   |
| 9,065.31              | 9,034.00              | Bone Spring Lime     |           |         |                   |
| 10,325.31             | 10,294.00             | 1st Bone Spring Sand |           |         |                   |
| 10,760.31             | 10,729.00             | 2nd Bone Spring Sand |           |         |                   |
| 12,201.37             | 12,121.00             | 3rd Bone Spring Sand |           |         |                   |
| 12,435.89             | 12,244.00             | 3rd BS W Sand        |           |         |                   |



**Pro Directional**  
Survey Report



**Company:** Tap Rock Operating, LLC  
**Project:** Lea County, New Mexico (NAD 83)  
**Site:** Gipple Fed  
**Well:** 138H  
**Wellbore:** OH  
**Design:** Plan 1

**Local Co-ordinate Reference:** Well 138H  
**TVD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**MD Reference:** Well @ 3309.50usft (GL:3283' + KB:26.5')  
**North Reference:** Grid  
**Survey Calculation Method:** Minimum Curvature  
**Database:** WellPlanner1

| Plan Annotations      |                       |                   |              |  |
|-----------------------|-----------------------|-------------------|--------------|--|
| Measured Depth (usft) | Vertical Depth (usft) | Local Coordinates |              | Comment  |
|                       |                       | +N/-S (usft)      | +E/-W (usft) |  |
| 800                   | 800                   | 0                 | 0            | Start Build 2.00                               |
| 1100                  | 1099                  | -3                | 15           | Start 5516.32 hold at 1099.99 MD               |
| 6616                  | 6586                  | -122              | 580          | Start Drop -2.00                               |
| 6916                  | 6885                  | -125              | 595          | Start 4821.13 hold at 6916.31 MD               |
| 11,737                | 11,706                | -125              | 595          | KOP, Start DLS 10.00 TFO 359.45                |
| 12,647                | 12,279                | 458               | 589          | Landing PT., Start 9930.01 hold at 12647.48 MD |
| 22,577                | 12,105                | 10,386            | 494          | TD at 22577.50                                 |

Checked By: \_\_\_\_\_ Approved By: \_\_\_\_\_ Date: \_\_\_\_\_



U.S. Department of the Interior  
BUREAU OF LAND MANAGEMENT

## PWD Data Report

12/31/2019

**APD ID:** 10400038978

**Submission Date:** 02/13/2019

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

**Well Type:** OIL WELL

**Well Work Type:** Drill

### Section 1 - General

Would you like to address long-term produced water disposal? NO

### Section 2 - Lined Pits

Would you like to utilize Lined Pit PWD options? NO

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Lined pit PWD on or off channel:**

**Lined pit PWD discharge volume (bbl/day):**

**Lined pit specifications:**

**Pit liner description:**

**Pit liner manufacturers information:**

**Precipitated solids disposal:**

**Describe precipitated solids disposal:**

**Precipitated solids disposal permit:**

**Lined pit precipitated solids disposal schedule:**

**Lined pit precipitated solids disposal schedule attachment:**

**Lined pit reclamation description:**

**Lined pit reclamation attachment:**

**Leak detection system description:**

**Leak detection system attachment:**

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

**Lined pit Monitor description:**

**Lined pit Monitor attachment:**

**Lined pit: do you have a reclamation bond for the pit?**

**Is the reclamation bond a rider under the BLM bond?**

**Lined pit bond number:**

**Lined pit bond amount:**

**Additional bond information attachment:**

### **Section 3 - Unlined Pits**

**Would you like to utilize Unlined Pit PWD options?** NO

**Produced Water Disposal (PWD) Location:**

**PWD disturbance (acres):**

**PWD surface owner:**

**Unlined pit PWD on or off channel:**

**Unlined pit PWD discharge volume (bbl/day):**

**Unlined pit specifications:**

**Precipitated solids disposal:**

**Describe precipitated solids disposal:**

**Precipitated solids disposal permit:**

**Unlined pit precipitated solids disposal schedule:**

**Unlined pit precipitated solids disposal schedule attachment:**

**Unlined pit reclamation description:**

**Unlined pit reclamation attachment:**

**Unlined pit Monitor description:**

**Unlined pit Monitor attachment:**

**Do you propose to put the produced water to beneficial use?**

**Beneficial use user confirmation:**

**Estimated depth of the shallowest aquifer (feet):**

**Does the produced water have an annual average Total Dissolved Solids (TDS) concentration equal to or less than that of the existing water to be protected?**

**TDS lab results:**

**Geologic and hydrologic evidence:**

**State authorization:**

**Unlined Produced Water Pit Estimated percolation:**

**Unlined pit: do you have a reclamation bond for the pit?**

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

**Is the reclamation bond a rider under the BLM bond?**

**Unlined pit bond number:**

**Unlined pit bond amount:**

**Additional bond information attachment:**

#### **Section 4 - Injection**

**Would you like to utilize Injection PWD options? NO**

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Injection PWD discharge volume (bbl/day):**

**Injection well mineral owner:**

**Injection well type:**

**Injection well number:**

**Injection well name:**

**Assigned injection well API number?**

**Injection well API number:**

**Injection well new surface disturbance (acres):**

**Minerals protection information:**

**Mineral protection attachment:**

**Underground Injection Control (UIC) Permit?**

**UIC Permit attachment:**

#### **Section 5 - Surface Discharge**

**Would you like to utilize Surface Discharge PWD options? NO**

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Surface discharge PWD discharge volume (bbl/day):**

**Surface Discharge NPDES Permit?**

**Surface Discharge NPDES Permit attachment:**

**Surface Discharge site facilities information:**

**Surface discharge site facilities map:**

#### **Section 6 - Other**

**Would you like to utilize Other PWD options? NO**

**Produced Water Disposal (PWD) Location:**

**PWD surface owner:**

**PWD disturbance (acres):**

**Other PWD discharge volume (bbl/day):**

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

**Other PWD type description:**

**Other PWD type attachment:**

**Have other regulatory requirements been met?**

**Other regulatory requirements attachment:**



U.S. Department of the Interior  
BUREAU OF LAND MANAGEMENT

## Bond Info Data Report

12/31/2019

**APD ID:** 10400038978

**Submission Date:** 02/13/2019

Highlighted data  
reflects the most  
recent changes

**Operator Name:** TAP ROCK OPERATING LLC

**Well Name:** GIPPLE FED COM

**Well Number:** 138H

[Show Final Text](#)

**Well Type:** OIL WELL

**Well Work Type:** Drill

### Bond Information

**Federal/Indian APD:** FED

**BLM Bond number:** NMB001443

**BIA Bond number:**

**Do you have a reclamation bond?** NO

**Is the reclamation bond a rider under the BLM bond?**

**Is the reclamation bond BLM or Forest Service?**

**BLM reclamation bond number:**

**Forest Service reclamation bond number:**

**Forest Service reclamation bond attachment:**

**Reclamation bond number:**

**Reclamation bond amount:**

**Reclamation bond rider amount:**

**Additional reclamation bond information attachment:**