## HOLLAND&HART

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September 28, 2007

## VIA HAND DELIVERY

Mark E. Fesmire, P.E. Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 1220 South Saint Francis Drive Santa Fe, New Mexico 87505

Re: Application of EOG Resources, Inc. for Administrative Approval of the Simultaneous Dedication of the S/2 of Section 24, Township 16 South, Range 24 East, N.M.P.M., Eddy County, New Mexico to its proposed Robinson HW Fed Com Well No. 2H and the existing Robinson HW Fed Com Well No. 3H.

Dear Mr. Fesmire:

EOG Resources, Inc, ("EOG") is the operator of a standard 320-acre gas spacing unit in the Cottonwood Creek-Wolfcamp West Gas Pool (**Pool Code 75260**) comprised of the S/2 of Section 24, Township 16 South, Range 24 East, N.M.P.M., Eddy County, New Mexico from which its Robinson HW Fed Com Well No. 3H currently produces from the Wolfcamp formation.

Pursuant to Oil Conservation Division Rule 104.D(3), EOG hereby makes application for administrative approval of the simultaneous dedication of this standard 320-acre gas spacing and proration unit to the following two horizontal gas wells:

- A. the existing ROBINSON HW FED COM WELL NO. 3H (API No. 30-015-35812) horizontally drilled from a surface location 1880 feet from the South line and 360 feet from the East line to a proposed end point or bottomhole location 1880 feet from the South line and 660 feet from the West line of said Section 24; and
- B. the proposed ROBINSON HW FED COM WELL NO. 2H (API No. 30-015-35811) to be horizontally drilled from a surface location 910 feet from the South line and 510 feet from the East line to a proposed end point or bottomhole location 760 feet from the South line and 660 feet from the West line of said Section 24.



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Both the penetration point and the bottomhole location for the Robinson HW Fed Com Well No. 3H are at a standard location in the Wolfcamp formation pursuant to Division Rules 104.C(2)(a) and 111.A(7). EOG now intends to horizontally drill and complete its proposed Robinson HW Fed Com Well No. 2H to be drilled to the targeted subsurface end-point or bottomhole location 760 feet from the South line and 660 feet from the West line (Unit M) of Section 24. EOG proposes to drill this well in compliance with the set-back requirements of Division Rules 104.C(2)(b) and 111.A(7) for deep gas wells in southeast New Mexico.

Attached hereto as **Exhibit A** is a copy of Division Form C-102 for this well that shows the proposed surface and bottomhole location of the well.

The simultaneous dedication of the S/2 of said Section 24 to the Robinson HW Fed Com Well No's. 3H and 2H will afford EOG the opportunity to efficiently produce the Wolfcamp formation under this spacing unit. EOG's proposed simultaneous dedication of these wells does not exceed the number of wells authorized by Division Rule for this spacing unit nor will either well be closer to the outer boundary of the horizontal well project area than permitted by Division Rules. Accordingly, there are no other interest owners who are affected by this application.

Your attention to this application is appreciated.

Sincerely,

Kristina Martinez

Attorney for EOG Resources

KEM Enclosure District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410

1220 S. St. Francis Dr., Santa Fe, NM 87505

District IV

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-102
Revised October 12, 2005
Submit to Appropriate District Office
State Lease-4 Copies
Fee Lease-3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT Pool Name API Number Pool Code Co Honwood Creek : Wolfcamp West 30-015-35811 75260 Property Code Property Name Well Number ROBINSON HW FED. COM 2HOGRID No. Operator Name Devation 7377 EOG RESOURCES, INC. 3642'

Surface Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line | Feet from the East/West line County 24 EAST, N.M.P.M. SOUTH P 24 16 SOUTH 910' EAST **EDDY** 510 Bottom Hole Location If Different From Surface UL or lot no. Section Township Lot Idn Feet from the North/South line | Feet from the East/West line Range County 24 EAST, N.M.P.M. **SOUTH** 24 16 SOUTH 760 660' WEST **EDDY Dedicated Acres** Joint or Infill Consolidation Code Order No. 320

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

