

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Jordan Kessler
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Administrative Order NSP-2135

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

EOG Resources, INC. [OGRID 7377]

Appaloosa 18 Federal Com Well No. 701H (API NO. 30-025-49383)
Appaloosa 18 Federal Com Well No. 702H (API NO. 30-025-49384)
Appaloosa 18 Federal Com Well No. 703H (API NO. 30-025-49473)
Appaloosa 18 Federal Com Well No. 704H (API NO. 30-025-49485)
Appaloosa 18 Federal Com Well No. 705H (API NO. 30-025-49845)
Appaloosa 18 Federal Com Well No. 706H (API NO. 30-025-49828)
Appaloosa 18 Federal Com Well No. 707H (API NO. 30-025-49485)
Appaloosa 18 Federal Com Well No. 708H (API NO. 30-025-49905)
Appaloosa 18 Federal Com Well No. 721H (API NO. 30-025-49486)
Appaloosa 18 Federal Com Well No. 722H (API NO. 30-025-49487)
Appaloosa 18 Federal Com Well No. 723H (API NO. 30-025-49488)
Appaloosa 18 Federal Com Well No. 726H (API NO. 30-025-49846)

Located in S/2 Section 7 and Section 18, T25 South, R34 Lea County New Mexico

Reference is made to your application received on May 20th, 2022.

You have requested an approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
Section 18 S/2 Section 7	957.71	Bobcat Draw; Upper Wolfcamp	98094

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit comprising 957.71 acres, consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter-quarter section, as required by Rule 19.15.16.15(B)(3) NMAC.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are being included.

You have requested this non-standard horizontal spacing unit in order to efficiently locate surface facilities, reduce surface disturbance, consolidate roads, and tanks pipelines. All to promote effective well spacing, thereby promoting conservation and preventing waste all while protecting correlative rights within the referenced horizontal spacing unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit with a Sundry notice to the Engineering Bureau. Reference this NSP Order number on all associated material for any added well(s).

Reference this NSP order number on the As Drilled C-102 submitted with the Authorization to Transport, to place these wells into production.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



ADRIENNE E. SANDOVAL
Division Director

6/16/2022

Date

AES/lrl