| NIC | - 8499 |
|-----|--------|
|     | - 0477 |
|     |        |

| ID NO. 163103 | NS NS     | SL - 8499 | Revised Water 23, 2017 |
|---------------|-----------|-----------|------------------------|
| RECEIVED:     | REVIEWER: | TYPE:     | pLEL2233554410         |

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

# NEW MEXICO OIL CONSERVATION DIVISION



| - Geological & Enginee<br>1220 South St. Francis Drive, S  |   |
|--|---|
|  | меснатов и п.   |
| ADMINISTRATIVE APPLIC  THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE AF   |   |
| REGULATIONS WHICH REQUIRE PROCESSING A   | AT THE DIVISION LEVEL IN SANTA FE   |
| Applicant: EOG Resources Inc.  | OGRID Number: 7377  |
| Well Name: Ruthless 11 Fed Com 703H Pool: WC025 G09 S253309P; UPPER WOLFCAMP   | API: 30-025-48880 Pool Code: 51020 98180  |
| Web25 G07 S2555071, OTTER WOLFCAMI   | POOLCOde: 91020 70100   |
| SUBMIT ACCURATE AND COMPLETE INFORMATION RE INDICATED I  |   |
| 1) TYPE OF APPLICATION: Check those which apply for  | or[A]   |
| A. Location - Spacing Unit - Simultaneous Dedic  |   |
| ■NSL NSP(project area)   | NSP(proration unit) SD  |
| <ul> <li>[II] Injection - Disposal - Pressure Increase - I WFX PMX SWD IPI</li> <li>2) NOTIFICATION REQUIRED TO: Check those which a A. Offset operators or lease holders</li> <li>B. Royalty, overriding royalty owners, revenue C. Application requires published notice</li> <li>D. Notification and/or concurrent approval be. Notification and/or concurrent approval be. Surface owner</li> <li>G. Surface owner</li> <li>G. For all of the above, proof of notification of the proof of n</li></ul> | FOR OCD ONLY  pply.  Powers  Application Content Complete  Ory BLM  Propublication is attached, and/or,  In submitted with this application for |
| administrative approval is accurate and complete   | j j   |
| understand that <b>no action</b> will be taken on this appropriate notifications are submitted to the Division.  | olication until the required information and  |
|  | al with many and all and for all and the  |
| Note: Statement must be completed by an individua  | ıı wılın manageriai and/or supervisory capacity.  |
|  | 12/1/2022   |
| Jordan Kessler   | Date  |
| Print or Type Name   |   |
| Thirt of Type Name   | 432 488 6108  |
|  | Phone Number  |
| Jordan Kessler    Digitally signed by Jordan Kessler     Date: 2022.12.01 14:47.20 -0.700'   | iordan kasslar@aograssayrees.com  |
| Signature  | jordan_kessler@eogresources.com<br>e-mail Address   |



Jordan Lee Kessler Phone: (432) 488-6108 Email: jordan kessler@eogresources.com

December 1, 2022

# VIA ONLINE FILING

Adrienne Sandoval, Director Oil Conservation Division New Mexico Department of Energy, Minerals, and Natural Resources 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Ruthless 11 Fed Com No. 703H well in the E/2 of Sections 11 and 14, Township 25 South, Range 32 East, NMPM, Lea County, New Mexico.

Dear Director Sandoval,

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its Ruthless 11 Fed Com No. 703H well (API No. 30-025-48880). The spacing unit dedicated to the well is comprised of the E/2 of Sections 11 and 14, Township 25 South, Range 32 East, Lea County, New Mexico and is within the WC025 G09 S253309P; Upper Wolfcamp pool 98180 (329701). The horizontal spacing unit for the well is approximately 640 acres, which includes proximity tracts. The defining well for the spacing unit is the Ruthless 11 Fed Com No. 706H well (API No. 30-025-47752).

The well has been drilled, as follows:

- The <u>surface location</u> is located 562 feet from the North line, 1581 feet from the West line (Unit C) of Section 11,
- The <u>bottom hole location</u> is located 110 feet from the South line, 2356 feet from the East West (Unit O) of Section 14,
- The <u>first take point</u> is located 720 feet from the North line, 2368 feet from the West line (Unit B) of Section 11,
- The <u>last take point</u> is located 110 feet from the South line, 2356 feet from the West line (Unit O) of Section 14.

The acreage is governed by the Division's statewide rules. The completed interval is unorthodox because, as drilled, it is closer than the 330 feet to the western boundary. It encroaches on the spacing units in the W/2 of Section 11 and the W/2 of Section 14. Approval of the unorthodox

location will allow EOG to use its preferred well spacing plan for horizontal wells, which will prevent waste, and reflects the as-drilled location of the well.

**Exhibit A** is the ad-drilled plat filed with the Division. The C-102 shows the location of the well, including the unorthodox completed interval. The completed interval encroaches on the spacing unit/tracts to the west.

**Exhibit B** is a plat that shows the Ruthless 11 Fed Com No. 703H well in relation to the adjoining spacing units/tracts to the west.

EOG is the operator of the spacing units to the west, however, the percent ownership amongst working interest owners varies slightly from the subject spacing unit. **Exhibit C** is a certification from the landman indicating that he has reviewed the tracts affected by this request. Exhibit C includes a list of the affected parties and proof that a copy of this application, including exhibits, was mailed to each affected party. This notice advises affected parties that any objection must be filed in writing with the Division within 20 days from the date the Division receives the application.

 ${\bf Exhibit}\ {\bf D}$  is a statement from a petroleum engineer providing justification for the requested non-standard location.

**Exhibit E** is a C-102 for the defining well for the horizontal spacing unit, the Ruthless 11 Fed Com No. 706H well (API No. 30-025-47752).

Thank you for your attention to this matter.

Very truly yours,

Jordan Kessler

Senior Regulatory Advisor

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

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 August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

AS-DRILLED PLAT

| <sup>1</sup> API Numbe<br>30-025     | - 48880 | <sup>2</sup> Pool Code<br>98180 | WC025 G09 S253309P;                          |                                  |
|--------------------------------------|---------|---------------------------------|--|----------------------------------|
| <sup>4</sup> Property Code<br>329701 |         | RUTHLE                          | SProperty Name ESS 11 FED COM                | <sup>6</sup> Well Number<br>703H |
| <sup>7</sup> OGRID №. <b>7377</b>    |         | EOG R                           | <sup>8</sup> Operator Name<br>ESOURCES, INC. | <sup>9</sup> Elevation<br>3500'  |

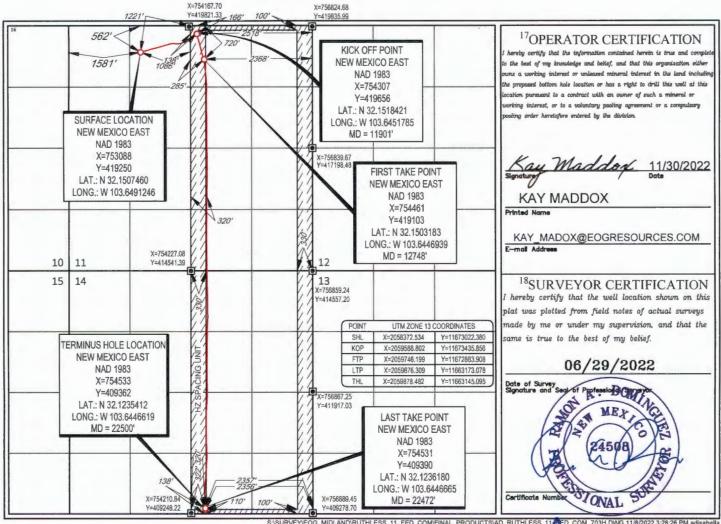
<sup>10</sup>Surface Location

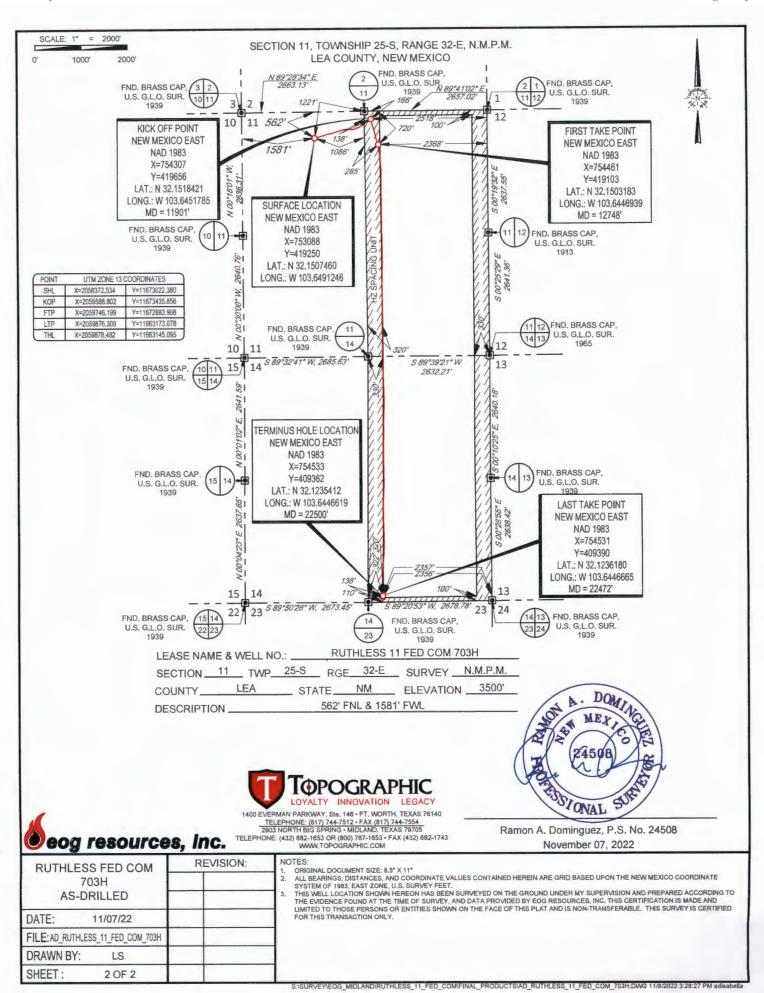
| C C           | 11      | 25-S     | 32-E            | Lot Idn    | 562'           | NORTH             | 1581'         | WEST           | LEA    |
|---------------|---------|----------|-----------------|------------|----------------|-------------------|---------------|----------------|--------|
|               | •       |          | <sup>11</sup> B | ottom Hole | Location If Di | fferent From Surf | ace           |                |        |
| UL or lot no. | Section | Township | Range           | Lot Idn    | Feet from the  | North/South line  | Feet from the | East/West line | County |

0 14 25-S 32-E - 110' SOUTH 2356' EAST LEA

12 Dedicated Acres 640.00 13 Joint or Infill 14 Consolidation Code 15 Order No.

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.





District 1 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 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 August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

|                              | V               | VELL LO           | CATION                 | AND ACRE                               | EAGE DEDICA            | TION PLAT              |                     |                  |
|------------------------------|-----------------|-------------------|------------------------|--|------------------------|------------------------|---------------------|------------------|
| 'API Nun<br>30-02            |                 |                   | <sup>2</sup> Pool Code |  |                        | <sup>3</sup> Pool Name | 2                   |                  |
| <sup>4</sup> Property Code   |                 |                   | RUT                    | <sup>5</sup> Property Nat<br>PHLESS 11 |                        |                        |                     | Number<br>'03H   |
| 7377                         |                 |                   | EOC                    | <sup>8</sup> Operator Na<br>G RESOURC  |                        |                        |                     | levation<br>500' |
|                              | 1               |                   |                        | <sup>10</sup> Surface Loc              | cation                 |                        |                     |                  |
| ffset spacing nit (Ruthless) | n Township 25-S | 32-E              | Lot Idn                | Feet from the 562'                     | North/South line NORTH | Feet from the 1581'    | East/West line WEST | LEA              |
| OG is the                    |                 | 11 <sub>B</sub>   | ottom Hole             | Location If Di                         | fferent From Surf      | ace                    |                     |                  |
| perator. Notice ovided to    | on h waship     | Range<br>32-E     | Lot Idn                | Feet from the                          | North/South line SOUTH | Feet from the 2350'    | East/West line EAST | County           |
| fected parties               | r Infill 14Co   | onsolidation Code | 15Order                | No.                                    |                        |                        |                     |                  |

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.

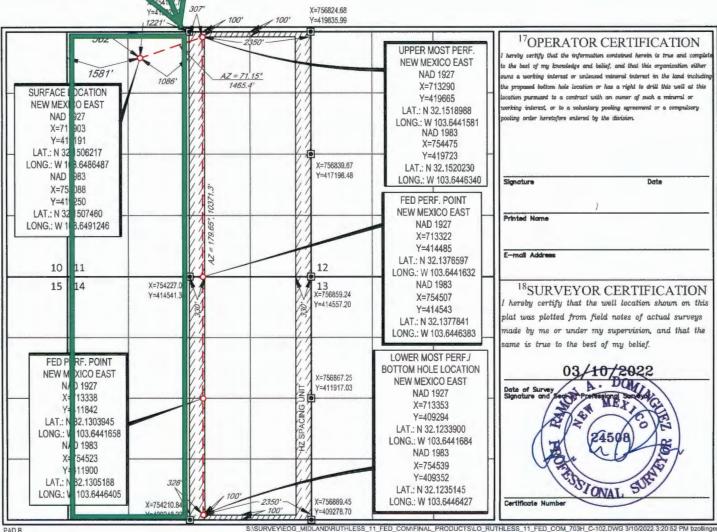


Exhibit B



P.O. Box 2267, Midland, Texas 79702 Phone: (432) 686-3600 Fax: (432) 686-3773

November 30, 2022

## Certification of Ownership

I have reviewed the ownership of the oil and gas leasehold in Sections 11 & 14-25S-32E, Lea County, New Mexico, for purposes of the unorthodox location for EOG's Ruthless 11 Fed Com #703H well located in the W/2E/2 of Sections 11 & 14-25S-32E. As of the date of this letter, the affected parties are:

### Tract 1:

- 1. BUREAU OF LAND MANAGEMENT (ROYALTY OWNER) 301 DINOSAUR TR. SANTA FE, NM 87508
- MCCLELLAN OIL CORPORATION (WORKING INTEREST OWNER) P O BOX 730 ROSWELL,NM 88202-0730
- 3. HERITAGE OIL AND GAS LLC (WORKING INTEREST OWNER) PO BOX 100 ARTESIA,NM 88211-0000
- 4. TOLES COMPANY (WORKING INTEREST OWNER) P O BOX 1300 ROSWELL,NM 88202-1300
- XTO ENERGY INC. AN EXXONMOBIL SUBSIDIARY (WORKING INTEREST OWNER)
   22777 SPRINGWOODS VILLAGE PKWAY, #115 SPRING, TX 77389
- 6. SHARBRO ENERGY LLC (WORKING INTEREST OWNER) P O BOX 840 ARTESIA,NM 88211-0840
- 7. EOG RESOURCES, INC. (WORKING INTEREST OWNER) 5509 CHAMPIONS DR. MIDLAND, TX 79706

Exhibit C



Jordan Lee Kessler Phone: (432) 488-6108 Email: jordan kessler@eogresources.com

December 1, 2022

## **VIA FEDEX**

TO: AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Ruthless 11 Fed Com No. 703H well in the E/2 of Sections 11 and 14, Township 25 South, Range 32 East, NMPM, Lea County, New Mexico.

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Matt Gray
EOG Resources, Inc.
(432) 686-3633
Matthew Gray@eogresources.com

Very truly yours,

lordan Kessier

Senior Regulatory Advisor

Received by OCD: 12/1/2022 2:53:01 PM

| Well Name                 | Date NSL Sent | Owners NSL Sent to                     | Certified Mail Tracking # |
|---------------------------|---------------|--|---------------------------|
| Ruthless 11 Fed Com #703H | 12/1/2022     | Tract 1: Bureau of Land Managerment    | 7021 2720 0002 7469 5882  |
|                           |               | Tract 1: McClellan Oil Corporation     | 7021 2720 0002 7469 5899  |
|                           |               | Tract 1: Heritage Oil & Gas LLC        | 7021 2720 0002 7469 5905  |
|                           |               | Tract 1: The Toles Company             | 7021 2720 0002 7469 5912  |
|                           |               | Tract 1: XTO Energy Inc.               | 7021 2720 0002 7469 5929  |
|                           |               | Tract 1: Sharbro Energy LLC            | 7021 2720 0002 7469 5936  |
|                           |               | Tract 1: Magnum Hunter Production Inc. | 7021 2720 0002 7469 5943  |



P.O. Box 2267, Midland, Texas 79702 Phone: (432) 686-3600 Fax: (432) 686-3773

8. MAGNUM HUNTER PRODUCTION INC 4031 SOLUTIONS CENTER CHICAGO, IL 60677

Sincerely,

EOG Resources, Inc.

Matthew Gray

Matthew Gray Landman



November 30th, 2022

Re: EOG Resources, Inc. NSL Application

Ruthless 11 Fed Com #703H (Well)

W/2 E/2 of Section 11 & W/2 E/2 of Section 14 T25S-R32E

Lea County, New Mexico

To Whom it may concern:

Considering the distance between wells in the development plan for the Upper Wolfcamp formation in Sections 11&14, T25S-R32E, EOG believes the non-standard location is necessary to develop the Upper Wolfcamp resource in an economic fashion. The non-standard location also reflects the as-drilled location of the well. Based on analog Upper Wolfcamp wells along with geologic analysis, EOG believes placing the well at this location maintains optimal spacing to continue development of resources in the formation. Granting the exception will allow for more total production from the section and more efficient development of the asset therefore protecting correlative rights.

Sincerely

EOG Resources. Inc.

Matthew Williamson Sr. Reservoir Engineer

Cxhibit D

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720
District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

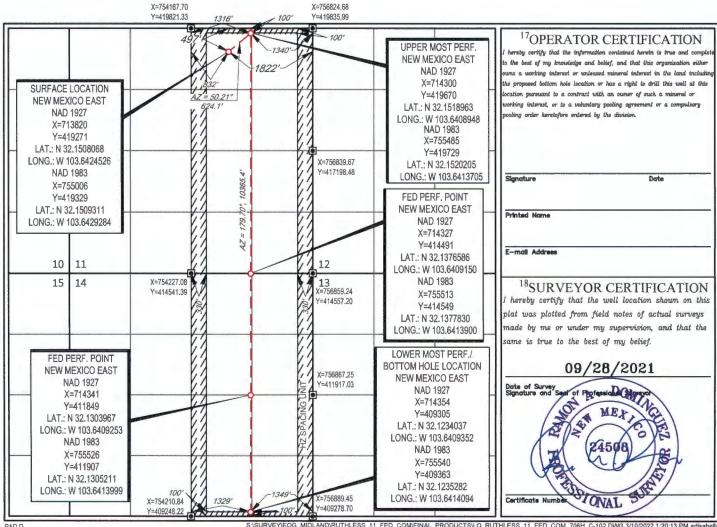
FORM C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

AMENDED REPORT

# WELL LOCATION AND ACREAGE DEDICATION PLAT

|                         | 0-025       |           |                    | Pool Code  |                          |                   | Pool Nam      | e                |          |
|-------------------------|-------------|-----------|--------------------|------------|--------------------------|-------------------|---------------|------------------|----------|
| <sup>4</sup> Property ( | ode         |           | •                  |            | <sup>5</sup> Property Na |                   |               | <sup>6</sup> Wel | l Number |
|                         |             |           |                    | RUT        | HLESS 11                 | FED COM           |               | 7                | 06H      |
| <sup>7</sup> OGRID I    | Vo.         |           |                    |            | <sup>8</sup> Operator Na | me                |               |                  | levation |
| 7377                    | 7           |           |                    | EOG        | RESOURC                  | ES, INC.          |               | 3                | 512'     |
|                         |             |           |                    |            | 10 Surface Loc           | cation            |               |                  |          |
| UL or lot no.           | Section     | Township  | Range              | Lot Idn    | Feet from the            | North/South line  | Feet from the | East/West line   | County   |
| , В                     | 11          | 25-S      | 32-E               | -          | 497'                     | NORTH             | 1822'         | EAST             | LEA      |
|                         |             |           | 11 <sub>B</sub>    | ottom Hole | Location If Di           | fferent From Surf | ace           |                  |          |
| UL or lot no.           | Section     | Township  | Range              | Lot Idn    | Feet from the            | North/South line  | Feet from the | East/West line   | County   |
| 0                       | 14          | 25-S      | 32-E               | -          | 100'                     | SOUTH             | 1349'         | EAST             | LEA      |
| 12Dedicated Acres       | 13 Joint or | Infill 14 | Consolidation Code | 15 Order   | No.                      |                   | •             | •                |          |
| 640.00                  |             |           |                    |            |                          |                   |               |                  |          |

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.



AL PRODUCTS/LO\_RUTHLESS\_11\_FED\_COM\_706H\_C-102.DWG 3/10/2022 1:20:13 PM adisabell

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. **Santa Fe, NM 87505** 

COMMENTS

Action 163103

### **COMMENTS**

| Operator:         | OGRID:                               |
|-------------------|--------------------------------------|
| EOG RESOURCES INC | 7377                                 |
| P.O. Box 2267     | Action Number:                       |
| Midland, TX 79702 | 163103                               |
|                   | Action Type:                         |
|                   | [UF-NSL] Non-Standard Location (NSL) |

### COMMENTS

| Created<br>By | Comment  | Comment<br>Date |
|---------------|--|-----------------|
| llowe         | 12/01/22 sent J.K. an e-mail about what Pool/Formation this well is seeking. | 12/1/2022       |

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

**State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division** 1220 S. St Francis Dr. **Santa Fe, NM 87505** 

CONDITIONS

Action 163103

## **CONDITIONS**

| Operator:         | OGRID:                               |
|-------------------|--------------------------------------|
| EOG RESOURCES INC | 7377                                 |
| P.O. Box 2267     | Action Number:                       |
| Midland, TX 79702 | 163103                               |
|                   | Action Type:                         |
|                   | [UF-NSL] Non-Standard Location (NSL) |

#### CONDITIONS

| C |       | Condition   | Condition<br>Date |
|---|-------|---|-------------------|
|   | llowe | NSL - 8499 is approved. The approved Order can be retrieved at the following OCD website link. https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx | 12/1/2022         |