

State of New Mexico  
Energy, Minerals and Natural Resources Department

**Michelle Lujan Grisham**  
Governor

**Dylan M. Fuge**  
Deputy Secretary

**Dylan Fuge**, Division Director (Acting)  
Oil Conservation Division



Ms. Lisa Youngblood  
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**ADMINISTRATIVE NON-STANDARD LOCATION**

**Administrative Order NSL - 8707**

**EOG Resources, Inc. [OGRID 7377]  
Audacious 19 Federal Com Well No. 223H  
API No. 30-025-52360**

Reference is made to your application received on January 23<sup>rd</sup>, 2024.

**Proposed Location**

	<b>Footages</b>	<b>Unit/Lot</b>	<b>Sec.</b>	<b>Twsp</b>	<b>Range</b>	<b>County</b>
Surface	1752 FSL & 2367 FWL	K	19	25S	33E	Eddy
First Take Point	2539 FSL & 2410 FEL	J	19	25S	33E	Eddy
Last Take Point/ Terminus	100 FSL & 2410 FEL	O	30	25S	33E	Eddy

**Proposed Horizontal Units**

<b>Description</b>	<b>Acres</b>	<b>Pool</b>	<b>Pool Code</b>
SE/4 Section 19 E/2 Section 30	480	Wildcat; Upper Bone Spring	97994

You have requested to drill this horizontal well at an unorthodox well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal **oil** well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit, measured along a line perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 330 feet for an **oil** well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 100 feet for an **oil** in the horizontal plane, to any outer boundary of the horizontal spacing unit.

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The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of the Take Points referenced above within the described Horizontal Spacing Unit.

This well's completed interval is as close as 230 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 19, encroachment to the SW/4  
Section 30, encroachment to the W/2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location as your preferred spacing for the horizontal well and to prevent waste within the Bone Spring formation underlying the SE/4 of Section 19 and the E/2 of Section 30.

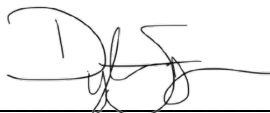
Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

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

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



**DYLAN M. FUGE**  
**DIRECTOR (ACTING)**  
DMF/lrl

**Date:** 2/19/24

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State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
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CONDITIONS

Action 315898

CONDITIONS

Operator: EOG RESOURCES INC 5509 Champions Drive Midland, TX 79706	OGRID: 7377
	Action Number: 315898
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	2/20/2024