

Revised March 23, 2017

ID NO. 312729

NSL - 8712

RECEIVED: 02/08/24	REVIEWER:	TYPE:	APP NO: pLEL2403951729
------------------------------	-----------	-------	----------------------------------

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: EOG Resources Inc. **OGRID Number:** 7377
Well Name: Stonewall 28 Fed Com 511H **API:** 30-025-
Pool: Red Hills; Upper Bone Spring **Pool Code:** 96434

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) TYPE OF APPLICATION: Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☒ NSL ☐ NSP (PROJECT AREA) ☐ NSP (PRORATION UNIT) ☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

2) NOTIFICATION REQUIRED TO: Check those which apply.

- A. ☒ Offset operators or lease holders
 B. ☒ Royalty, overriding royalty owners, revenue owners
 C. ☐ Application requires published notice
 D. ☐ Notification and/or concurrent approval by SLO
 E. ☒ Notification and/or concurrent approval by BLM
 F. ☐ Surface owner
 G. ☒ For all of the above, proof of notification or publication is attached, and/or,
 H. ☐ No notice required

FOR OCD ONLY

- ☐ Notice Complete
☐ Application Content Complete

- 3) CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Lisa Youngblood

Print or Type Name

02/08/2024

Date

432-247-6331

Phone Number

lisa_youngblood@eogresources.com

e-mail Address

Lisa Youngblood

Signature



Lisa Youngblood
Phone: (432) 247-6331
Email: lisa_youngblood@eogresources.com

February 8, 2024

VIA ONLINE FILING

Dylan Fuge, OCD 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 Stonewall 28 Fed Com 514H well dedicated to the W2W2 of Section 28 and W2W2 of Section 33, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico.

Dear Director Fuge,

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its Stonewall 28 Fed Com 511H well (API No. not yet assigned). The spacing unit dedicated to the well is comprised of the W2W2 of Section 28 and W2W2 of Section 33, Township 24 South, Range 34 East, NMPM, Lea County, New Mexico and is within the Red Hills; Bone Spring, North (96434). The horizontal spacing unit for the well is approximately 320 acres and does not include proximity tracts.

This well has not yet been drilled nor approved. It is proposed to be drilled as follows:

- The surface location is located 261 feet from the North line, 2520 feet from the West line (Unit C) of Section 28,
- The bottom hole location is located 100 feet from the South line, 1200 feet from the West line (Unit M) of Section 33,
- The first take point is located 100 feet from the North line, 1200 feet from the West line (Unit D) of Section 28,
- The last take point is located 100 feet from the South line, 1200 feet from the West line (Unit M) of Section 33.

The acreage is governed by the Division's statewide rules. The proposed completed interval is unorthodox because it will be closer than 330 feet to the eastern boundary. It encroaches on the spacing units in the E2W2 of Section 28 and E2W2 of Section 33. Approval of the unorthodox

location will allow EOG to use its preferred well spacing plan for horizontal wells, which will prevent waste.

Exhibit A is the draft C-102 sundry that shows a change in the horizontal lateral and Well Number change. This plat also shows the location of the proposed well, including the proposed unorthodox, completed interval. The proposed completed interval encroaches on the spacing unit/tracts to the east. The second page of Exhibit A is the pending APD showing the designated pool and original horizontal lateral.

Exhibit B is a plat that shows the Stonewall 28 Fed Com 511H well in relation to the adjoining spacing units/tracts to the east.

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 **Exhibit D** provides 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.

Exhibit E is a statement from a petroleum engineer providing justification for the requested non-standard location.

Thank you for your attention to this matter.

Very truly yours,



Lisa Youngblood
Regulatory Specialist

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
☐ AMENDED REPORT

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

¹ API Number 30-025-		² Pool Code 96434		³ Pool Name Red Hills; Bone Spring, North	
⁴ Property Code 321477		⁵ Property Name STONEWALL 28 FED COM			⁶ Well Number 403H
⁷ OGRID No. 7377		⁸ Operator Name EOG RESOURCES, INC.			⁹ Elevation 3497'

¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
C	28	24-S	34-E	-	322'	NORTH	2431'	WEST	LEA

¹¹Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
N	33	24-S	34-E	-	100'	SOUTH	1651'	WEST	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.

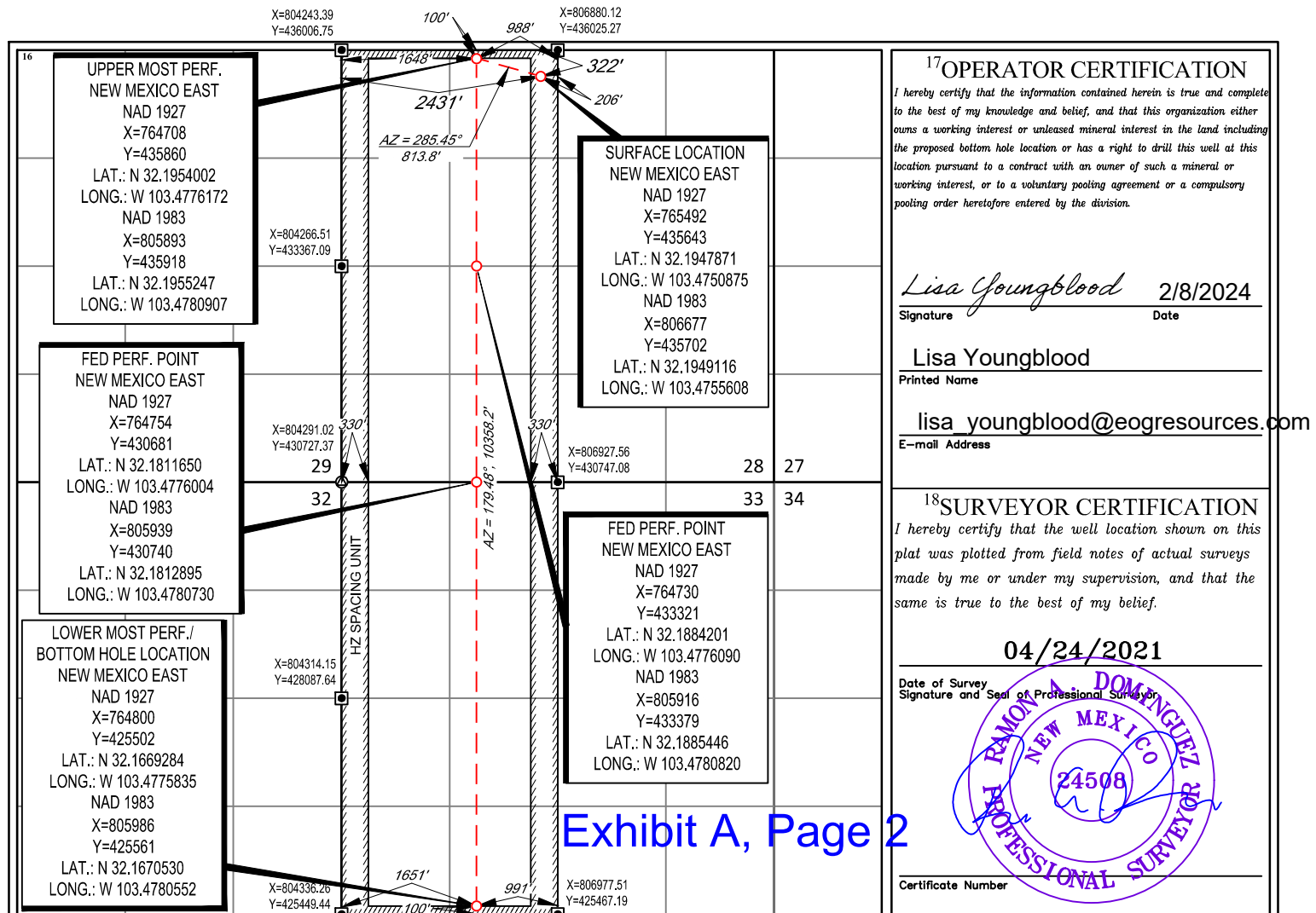
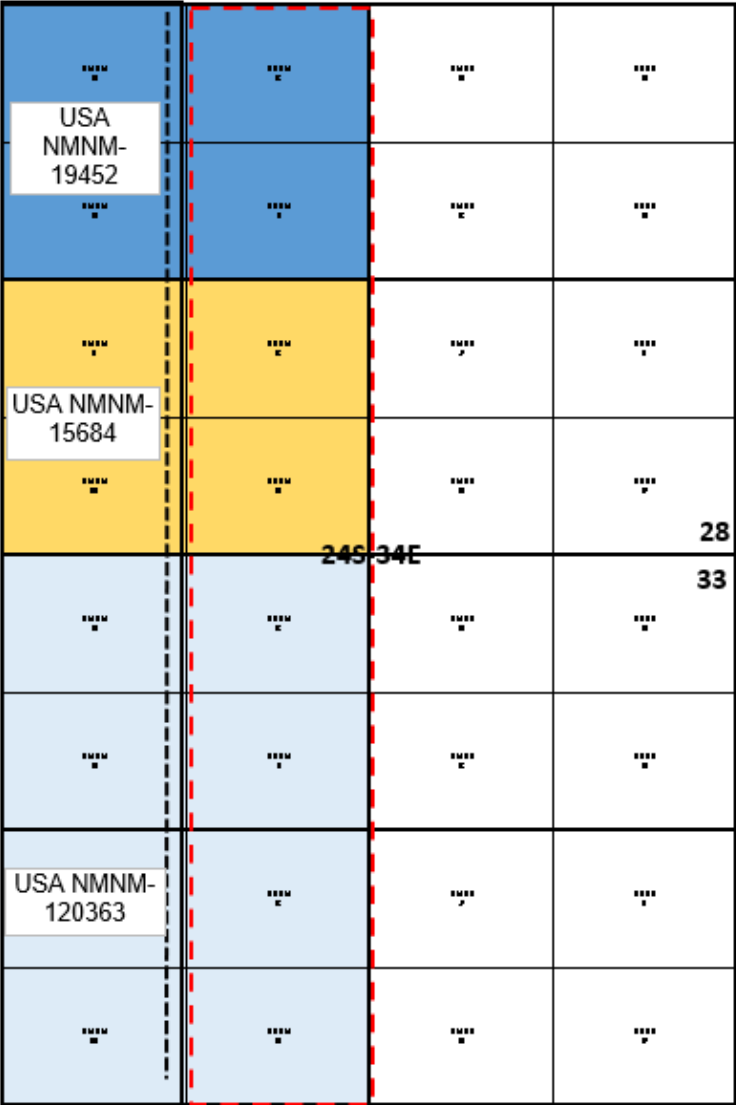


Exhibit A, Page 2



Stonewall 28 Fed Com #511H
W2E2 of Section 28 and 33,
T24S, R34E,
Lea County, NM



Stonewall 28 Fed Com
Spacing Unit



Well:
Stonewall 28 Fed Com
#511H



Operator/Working Interest Owner: EOG
Resources, Inc.

Other Working Interest Owners:

Victoria Trading Co LLC
MEC Petroleum Corp
Vladin LLC
Murchison Oil and Gas LLC
TNM Resources LLC DBA FR Energy LLC

Mineral Owners:

Bureau of Land Management

Exhibit B



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

February 5, 2024

Certification of Ownership

I have reviewed the ownership of the oil and gas leasehold in Sections 28 and 33-24S-34E, Lea County, New Mexico, for purposes of the unorthodox location for EOG's Stonewall 28 Fed Com #511H well located in the NE/4NW/4 of Section 28-24S-34E. As of the date of this letter, the affected parties are:

1. EOG Resources, Inc.
5509 Champions Dr.
Midland, TX 79706
2. Bureau of Land Management
301 Dinosaur Tr.
Santa Fe, NM 87508
3. Victoria Trading Co. LLC
PO BOX 1077
Edinburg, TX 78540
4. MEC Petroleum Corp
PO BOX 11265
Midland, TX 79702
5. Vladin, LLC
PO BOX 100
Artesia, NM 88211
6. Murchison Oil and Gas, LLC
7250 Dallas Parkway, Suite 1400
Legacy Tower One
Plano, TX 75024
7. TNM Resources, LLC DBA
FR Energy LLC
116 Witte Rd. Suite 400
Houston, TX 77055

Exhibit C

Sincerely,

EOG Resources, Inc.

A handwritten signature in blue ink, appearing to read "Laci Stretcher", is positioned above the printed name.

Laci Stretcher
Land Specialist

Notice List for Stonewall 28 Fed Com 511H Non-Standard Location
EOG Resources, Inc.
Notice List

New Mexico Oil Conservation Division
Attn: Mr. Leonard Lowe
1220 South St. Francis Drive
Santa Fe, NM 87505
Via NMOCD Online

Bureau of Land Management
Attn: Jonathon Shepard
620 E. Green Street
Carlsbad, NM 88220
7021 2720 0000 6697 0180

EOG Resources
5509 Champions Dr
Midland, TX 79706

Victoria Trading Co. LLC
PO Box 1077
Edinburg, TX 78540
7021 2720 0000 6697 0173

MEC Petroleum Corp
PO Box 11265
Midland, TX 79702
7021 0350 0000 2500 6869

Vladin, LLC
PO Box 100
Artesia, NM 88211
7021 0350 0000 2500 6852

Murchison Oil & Gas, LLC
7250 Dallas Parkway, Suite 1400
Legacy Tower One
Plano, TX 75024
7021 0350 0000 2500 6821

TNM Resources, LLC DBA
FR Energy LLC
116 Witte Rd., Suite 400
Houston, TX 77055
7021 0350 0000 2500 6838

Exhibit D



Lisa Youngblood
Phone: (432) 247-6331
Email: lisa_youngblood@eogresources.com

February 8, 2024

VIA CERTIFIED MAIL

TO: AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Stonewall 28 Fed Com 514H well dedicated to the W2W2 of Section 28 and W2W2 of Section 33, Township 24 South, Range 34 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:

Laci Stretcher
EOG Resources, Inc.
(432) 247-6362
Laci_Stretcher@eogresources.com

Very truly yours,

A handwritten signature in black ink that reads "Lisa Youngblood".

Lisa Youngblood
Regulatory Specialist



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

February 2, 2024

Re: EOG Resources NSL Application
Stonewall 28 Fed Com #511H

To whom it may concern:

A non-standard location is necessary to develop the Bone Spring formation, specifically the Second Bone Spring, in this section efficiently and in an economic manner. A non-standard location optimizes pressures related to the completion and production drawdown of the wells and is expected to yield a higher ultimate recovery than a standard location, thereby preventing waste and protecting correlative rights.

Sincerely,

A handwritten signature in black ink, appearing to be "Tony Tran", written over a horizontal line.

EOG Resources
Tony Tran
Reservoir Engineer

Exhibit E

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
District IV
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 312729

CONDITIONS

Operator: EOG RESOURCES INC 5509 Champions Drive Midland, TX 79706	OGRID: 7377
	Action Number: 312729
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	2/8/2024