## STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF EOG RESOURCES, INC. TO POOL ADDITIONAL INTERESTS UNDER THE TERMS OF ORDER NO R-14371, LEA COUNTY, NEW MEXICO.

CASE NO.	
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## **APPLICATION**

EOG Resources, Inc. ("EOG" or "Applicant") (OGRID No. 7377), through its undersigned attorneys, hereby files this application with the Oil Conservation Division, pursuant to the provisions of NMSA 1978, § 70-2-17, to pool additional interest owners under the terms of Order No. R-14371. In support of its application, EOG states:

- 1. Division Order No. R-14371, entered on June 20, 2017, in Case No. 15667, created a 240-acre horizontal spacing unit in the Bone Spring formation comprised of the W/2 W/2 of Section 10, and the W/2 SW/4 of Section 3, Township 25 South, Range 34 East, NMPM, Lea County, New Mexico.
- 2. The Order dedicated the above-referenced horizontal spacing unit to the intial Osprey 10 #602H well, to be drilled from a surface location in the SW/4 SW/4 (Unit M) of Section 10 to a bottom hole location in the NW/4 SW/4 (Unit L) in Section 3. The spacing unit is also dedicated to the Osprey 10 #301H well.
- 3. Since the entry of Order No. R-14371, EOG has determined that there are additional interest owners in the Unit who were not provided notice of the hearing in Case No. 15667, and as a result, whose interests were not pooled by the terms of Order No. R-14371.
- 4. EOG has sought and been unable to obtain voluntary agreement for the development of these lands from all of the interest owners in the subject spacing unit.

- 5. The pooling of interests will avoid the drilling of unnecessary wells, will prevent waste, and will protect correlative rights.
- 6. In order to permit EOG to obtain its just and fair share of the oil and gas underlying the subject lands, all uncommitted interests in this horizontal spacing unit should be pooled, and Applicant should be designated the operator of the proposed horizontal spacing unit and the proposed initial wells.
- 7. In order to permit EOG to obtain its just and fair share of the oil and gas underlying the subject lands, the additional interest owners should be pooled in the Unit pursuant to the terms of Order No. R-14371.

WHEREFORE, Applicant requests that this application be set for hearing before an Examiner of the Oil Conservation Division on September 9, 2021, and, after notice and hearing as required by law, the Division pool the additional interest owners pursuant to the terms of Order No. R-14371.

Respectfully submitted,

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