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

Printed Name: Electronically filed by Stan Wagner

Email Address: Stan_Wagner@eogresources.com

Phone: 432-686-3689

Title: Regulatory Analyst

Date: 8/5/2013

State of New Mexico **Energy, Minerals and Natural Resources** Form C-101 Revised July 18, 2013

Permit 171218

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe NM 87505

| | Francis Dr., San 476-3470 Fax:(| | | Sai | ıta Fe | , NM 8 | 37505 | | | |
|--|------------------------------------|----------------|----------------------|--|-----------------|---|-----------------------------|-----------------------------------|----------------------------|--|
| AP | PLICATIO | N FOR PI | ERMIT T | O DRILL, RE | -ENTE | R, DEEP | EN, PLUGBAC | K, OR AI | DD A ZONE | |
| | | 1. Op | perator Name | and Address | | | | 2. OGRID 1 | Number | |
| | | EOC | G RESOUR | 40.00 | | | | | 1 | |
| | | | P.O. Box | | | | | 3. API Num | ber | |
| | | 10 | Aidland, TX | 19102 | | | | 30-025-4 | 1308 | |
| | Property Code | | | 5 D | operty Nan | na | | 6 | . Well No. | |
| | 4052 | . | | | LION 31 | | | 001H | | |
| | 4032 | | | Dil | LION 3 | | | | ouin | |
| | | | 1 | 7. Surf | ace Loc | ation | | , | | |
| UL - Lot | Section | Township | Range | Lot Idn Fe | Feet From N/S L | | e Feet From | E/W Line | County | |
| 0 | 31 | 24S | 34E | 0 | 220 | S | 1815 | E | LEA | |
| | | | 8 | . Proposed Bo | ttom H | ole Loca | tion | | | |
| UL - Lot | Section | Township | Range | | et From | N/S Line | | E/W Line | County | |
| В | 31 | 24S | 34E | В | 230 | N | 2252 | E | Lea | |
| | | | | | | | | | | |
| ווח חוו | LS;UPPER B | ONE CODIN | CCUNIE | 9. Pool | Inform | ation | | | 979 | |
| CD LIL | LS,UFFER B | ONE SPRIN | O SHALE | | | | es a | | 913 | |
| 11 | | | | Additional | Vell In | formatio | n | | | |
| 11. Work Type 12. Wel | | 12. Well 7 | 1 Type 13. Cable/Rot | | Rotary | | 14. Lease Type | | 15. Ground Level Elevation | |
| New Well O | | OIL | | | | Private | | 3440 | | |
| 16. Multiple 17. Propo | | 17. Propose | ed Depth | 18. For | mation | ion 19. Contractor | | | 20. Spud Date | |
| | | 1417 | 6 Bone Spr | | Spring | | | | 9/15/2013 | |
| Depth to Ground water | | | | Distance from nearest fresh water well | | | | Distance to nearest surface water | | |
| 0.000 | (A)-101/00/00/00/00 | 13/02/ | loon syste | em in lieu of | | 100000000000000000000000000000000000000 | | Distance to | incident solution water | |
| 4 110 11 | in oc using | u cioscu i | | roposed Casir | CONTRACTOR TO | | Drogram | | | |
| Type | Hole Size | Casing Ty | | Casing Weight/ft | _ | ting Depth | | ement | Estimated TOC | |
| Surf | 17.5 | 13.375 | | 54.5 | | 1215 | 800 | | 0 | |
| Int1 | 12.25 | 9.625 | | | | 5060 | | | 0 | |
| Prod | 8.75 | 5.5 | | 17 | | 14176 1950 4 | | | 4560 | |
| | | | Casing/ | Cement Progr | am: Ad | ditional | Comments | | | |
| | | | Est victor | | and only | | Office delicated the second | | | |
| | | | 22. P | roposed Blow | out Pre | vention l | Program | | | |
| Type Working Pressure | | | | | | Test Pressure Manufacturer | | | | |
| D | oubleRam | | | 3000 | | | 3000 | | | |
| est of my 1 | cnowledge and b | elief. | | rue and complete to | the l | OIL | CONSERVA | TION DI | VISION | |
| further o | ertify I have con (B) NMAC , | mplied with 19 | 9.15.14.9 (A) | NMAC And/or | Appr | roved By: | Paul Kautz | | | |
| Drintad Nama: Flactronically, filed by Stan Wagner | | | | | Title | Goologie | | | | |

Title: Geologist

Approved Date: 8/6/2013

Conditions of Approval Attached

Expiration Date: 8/6/2015

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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

August 1, 2011

Form C-102

1220 S. St Francis Dr. Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

| *** | ELL LOCITION ILLE | REAGE DEDICATION TEAT | | |
|------------------|----------------------|------------------------------------|--|--|
| 1. API Number | 2. Pool Code | 3. Pool Name | | |
| 30-025-41308 | 97900 | RED HILLS; UPPER BONE SPRING SHALL | | |
| 4. Property Code | 5. Prope | rty Name 6. Well No. | | |
| 4052 | DILLI | ON 31 001H | | |
| 7. OGRID No. | 8. Opera | tor Name 9. Elevation | | |
| 7377 | EOG RESOURCES INC 34 | | | |

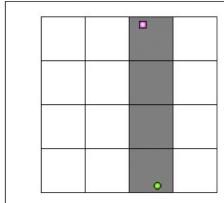
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| 0 | 31 | 24S | 34E | | 220 | S | 1815 | E | LEA |

11. Bottom Hole Location If Different From Surface

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|-------------------------------|---------|----------|----------------|---------|-----------------|----------|-----------|---------------|--------|
| В | 31 | 248 | 34E | В | 230 | N | 2252 | E | LEA |
| 12. Dedicated Acres 160.00 | | 13. 3 | oint 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



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Stan Wagner Title: Regulatory Analyst Date: 8/5/2013

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Michael Brown Date of Survey: 6/25/2013 Certificate Number: 18329

Permit Comments

Operator: EOG RESOURCES INC , 7377 Well: DILLION 31 #001H

API: 30-025-41308

| Created By | Comment | Comment Date |
|---------------|--|-----------------|
| SWAGNER | C-144 CLEZ, C-102, Drilling Plan, & H2S Plan will be mailed separately | 8/5/2013 |
| pkautz | Land p/P | 8/6/2013 |
| DMULL | During this procedure the operator plans to use the Closed-Loop System with haul-off bins and haul contents to the required disposal, per OCD Rule 19.15.17. | 8/6/2013 |

Permit Conditions of Approval Operator: EOG RESOURCES INC , 7377 Well: DILLION 31 #001H API: 30-025-41308

| OCD Reviewer | Condition |
|-----------------|--|
| pkautz | Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string |
| pkautz | In order to seal off protectable water, surface casing must be set 25' below top of Rustler Anhydrite |
| DMULL | Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines |