Submit 1 Copy To Appropriate District

1625 N. French Dr., Hobbs, NM 88240

1000 Rio Brazos Rd., Aztec, NM 87410

811 S. First St., Artesia, NM 88210

District I - (575) 393-6161

<u>District II</u> – (575) 748-1283

District III - (505) 334-6178

<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM

87505

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A	Avalanche Journal State						
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	8. Well Number						
1. Type of Well: Oil Well Gas Well Other	5						
2. Name of Operator	9. OGRID Number						
EOG Resources, Inc.	7377						
3. Address of Operator	10. Pool name or Wildcat						
104 South Fourth Street, Artesia, NM 88210	Acme; San Andres						
4. Well Location							
Unit Letter L : 2310 feet from the South line and	330 feet from the West line						
Section 4 Township 8S Range 27E	NMPM Chaves County						
11. Elevation (Show whether DR, RKB, RT, GR, etc. 3979'GR	:.)						
3717 GR							
12. Check Appropriate Box to Indicate Nature of Notice	, Report or Other Data						
NOTICE OF INTENTION TO: SUE	SSEQUENT REPORT OF:						
PERFORM REMEDIAL WORK  PLUG AND ABANDON  REMEDIAL WOR	RK ALTERING CASING						
	RILLING OPNS. P AND A						
PULL OR ALTER CASING   MULTIPLE COMPL   CASING/CEMEN	NT JOB						
DOWNHOLE COMMINGLE							
CLOSED-LOOP SYSTEM	Change of Operator						
13. Describe proposed or completed operations. (Clearly state all pertinent details, an							
of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Co							
proposed completion or recompletion.							
Operator transfer from Escudilla Oil Company to EOG Resources, Inc.							
Spud Date: Rig Release Date:	927						
Spud Date. Rig Release Date.							
I hereby certify that the information above is true and complete to the best of my knowledge and belief.							
Thereby certify that the information above is true and complete to the best of my knowledge and belief.							
SIGNATURE TITLE Regulatory Specialist DATE October 20, 2021							
Type or print name E-mail address: tina_huerta@eogresources.com PHONE: 575-748-4168 For State Use Only							
APPROVED BY:							

State of New Mexico

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

SUNDRY NOTICES AND REPORTS ON WELLS

Form C-103 Revised July 18, 2013

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FEE

WELL API NO.

5. Indicate Type of Lease

STATE 🖂

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

30-005-10472

VA-613

District | 1625 N. French Dr., Hobbs, NM 86240 Phone: (575) 393-6161 Fax: (575) 393-0720 District | 1 811 S. First St., Artesia, NM 86210 Phone: (575) 748-1283 Fax: (576) 748-9720 District III 1000 Fig. Brance Rd. Artes: NM 87410

1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(605) 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
Change of Operator

Form C-145 Revised May 19, 2017 Permit 294714

# **Previous Operator Information**

## **New Operator Information**

		Effective Date:	Effective on the date of approval by the OCD
OGRID:	228270	OGRID:	7377
Name:	ROGER SLAYTON DBA ESCUDILLA OIL COMPANY	Name:	EOG RESOURCES INC
Address:	P.O. Box 687	Address:	P.O. Box 2267
Cily, State, Zip:	Roswell, NM 88202	Cily, State,	Midland, TX 79702

I hereby certify that the rules of the Oil Conservation Division ("OCD") have been complied with and that the information on this form and the certified list of wells is true to the best of my knowledge and belief.

Additionally, by signing below, EOG RESOURCES INC certifies that it has read and understands the following synopsis of applicable rules.

PREVIOUS OPERATOR certifies that all below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells being transferred are either (1) in compliance with 19.15.17 NMAC, (2) have been closed pursuant to 19.15.17.13 NMAC or (3) have been retrolitted to comply with Paragraphs 1 through 4 of 19.15.17.11(I) NMAC.

## EOG RESOURCES INC understands that the OCD's approval of this operator change:

- constitutes approval of the transfer of the permit for any permitted pit, below-grade tank or closed-loop system associated with the selected wells; and
- constitutes approval of the transfer of any below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells, regardless of whether the transferor has disclosed the existence of those below-grade tanks to the transferee or to the OCD, and regardless of whether the below-grade tanks are in compliance with 19.15.17 NMAC.

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# As the operator of record of wells in New Mexico, EOG RESOURCES INC agrees to the following statements:

1. Initials AF I am responsible for ensuring that the wells and related facilities comply with applicable statutes and rules, and am responsible for all regulatory filings with the OCD. I am responsible for knowing all applicable statutes and rules, not just the rules referenced in this list. I understand that the OCD's rules are available on the OCD website under "Rules," and that the Water Quality Control Commission rules are available on the OCD website on the "Publications" page.

2. Initials AF I understand that if I acquire wells from another operator, the OCD must approve the operator change before I begin operating those wells. See Subsection B of 19.15.9.9 NMAC. I understand that if I acquire wells or facilities subject to a compliance order addressing inactive wells or environmental cleanup, before the OCD will approve the operator change it may require me to enter into an enforceable agreement to return those wells to compliance. See Paragraph (2) of Subsection C of

19.15.9.9 NMAC.

Initials ... I must file a monthly C-115 report showing production for each non-plugged well completion for which the OCD has approved an allowable and authorization to transport, and injection for each injection well. See 19.15.7.24 NMAC, I understand that the OCD may cancel my authority to transport from or inject into all the wells I operate if I fail to file C-115 reports. See Subsection C of 19.15.7.24 NMAC.

4. Initials F I understand that New Mexico requires wells that have been inactive for certain time periods to be plugged or placed in approved temporary abandonment. See 19.15.25.8 NMAC. I understand the requirements for plugging and approved temporary abandonment in 19.15.25 NMAC. I understand that I can check my compliance with the basic requirements of

19.15.25.8 NMAC by using the "Inactive Well List" on OCD's website.

5. Initials K I must keep current with financial assurances for well plugging. I understand that New Mexico requires each state or fee well that has been inactive for more than two years and has not been plugged and released to be covered by a single-well financial assurance or a "blanket plugging financial assurance for wells in temporarily abandoned statues", even if the well is also covered by a blanket financial assurance and even if the well is on approved temporary abandonment status. See Subsection C of 19.15.8.9 NMAC. I understand that I can check my compliance with the financial assurance requirement by using the "Inactive Well Additional Financial Assurance Report" on the OCD's website.

\_\_\_ I am responsible for reporting and remediating releases pursuant to 19.15.29 NMAC. I understand the OCD will look to me as the operator of record to take corrective action for releases at my wells and related facilities, including releases that occurred before I became operator of record. I am responsible for conducting my own due diligence for any releases that have occurred prior to becoming operator of my wells and related facilities and am responsible for any open releases or

unreported releases.

Initials Line I have read 19.15.5.9 NMAC, commonly known as "Part 5.9," and understand that to be in compliance with its requirements I must have the appropriate financial assurances in place, comply with orders requiring corrective action, pay penalties assessed by the courts or agreed to by me in a settlement agreement, and not have too many wells out of compliance with the inactive well rule (19.15.25.8 NMAC). If I am in violation of Part 5.9, I may not be allowed to drill, acquire or produce any additional wells, and will not be able to obtain any new injection permits. See 19.15.16.19 NMAC, 19.15.26.8 NMAC, 19.15.9.9 NMAC and 19.15.14.10 NMAC. If I am in violation of Part 5.9 the OCD may, after notice and hearing, revoke my existing injection permits and seek other relief. See 19.15.26.8 NMAC and 19.15.5.10 NMAC.

For injection wells, I understand that I must report injection on my monthly C-115 report and must operate my wells in compliance with 19.15.26 NMAC and the terms of my injection permit. I understand that I must conduct mechanical integrily tests on my injection wells at least once every five years. See 19.15.26.11 NMAC. I understand that when there is a continuous one-year period of non-injection into all wells in an injection or storage project or into a saltwater disposal well or special purpose injection well, authority for that injection automatically terminates. See 19.15.26.12 NMAC. I understand that if I transfer operation of an injection well to another operator, the OCD must approve the transfer of authority to inject, and the OCD may require me to demonstrate the well's mechanical integrity prior to approving that transfer. See 19.15.26.15 NMAC.

Initials \_ I am responsible for providing the OCD with my current address of record and emergency contact information, and I am responsible for updating that information when it changes. See Subsection C of 19.15.9.8 NMAC. I understand that I

can update that information on the OCD's website under "Electronic Permitting."

10. Initials AF If I transfer well operations to another operator, the OCD must approve the change before the new operator can begin operations. See Subsection B of 19.15.9.9 NMAC. I remain responsible for the wells and related facilities and all related regulatory filings until the OCD approves the operator change. I understand that the transfer will not relieve me of responsibility or liability for any act or omission which occurred while I operated the wells and related facilities.

11. Initials No person with an interest exceeding 25% in the undersigned company is, or was within the last 5 years, an

officer, director, partner or person with a 25% or greater interest in another entity that is not currently in compliance with

Subsection A of 19.15.5.9 NMAC.

12. Initials AF NMOCD Rule Subsection E and F of 19.15.16.8 NMAC: An operator shall have 90 days from the effective date of an operator name change to change the operator name on the well sign unless the division grants an extension time, for good cause shown, along with a schedule for making the changes. Each sign shall show the (1) well number, (2) property name, (3) operator's name, (4) location by footage, quarter-quarter section, township and range (or unit letter can be substituted for the quarter-quarter section), and (5) API number.

Date:

Conservation Division accepting this Change of Operator.

Previous Operator

Signature:

Operator Defunct

Printed Name:

See attached

Title:

Judgment

New Operator

Signature:

Andrea felix

Andrea

Fille:

Regulatry Manager

Date:

I hereby certify I understand the above. The statements I have made are true and correct and a condition precedent to the Oil

Permit 294714

Phone:

Escudilla Oil Company is a Defunct Operator therefore Operator Transfer was completed manually and not through the Electronic C-145 process as EOG has Judgment to take ownership of this well- NMOCD AV

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Phone:(605) 334-6178 Fax:(505) 334-6170 <u>District IV</u>

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

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

Wells Selected for Transfer

Permit 294714

# 1 Well Selected for Transfer

From:		OGRID:
	ROGER SLAYTON DBA ESCUDILLA OIL COMPANY	228270
To:		OGRID;
	EOG RESOURCES INC	7377

### OCD District: Artesia (1 Well selected.)

Property	Well	Lease Type	ULSTR	OCD Unit	API	Pool ID	Pool Name	Well Type	Last Prodilnj	Single Well Bond Required for Inactive Well
300997	AVALANCHE JOURNAL STATE #005	S	L-04-08S-27E	L	30-005-10472	760	ACME; SAN ANDRES	0	11/18	28928

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STATE OF NEW MEXICO COUNTY OF CHAVES FIFTH JUDICIAL DISTRICT COURT 5th JUDICIAL DISTRICT COURT **Chaves County** 9/15/2021 3:58 PM KATIE ESPINOZA CLERK OF THE COURT Nadia Karavdic

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EOG RESOURCES INC.,

Plaintiff,

Case No. D-504-CV-2021-00354

v.

ROGER SLAYTON d/b/a ESCUDILLA OIL COMPANY,

Defendant.

# FINAL DEFAULT JUDGMENT

THIS MATTER comes before the Court on EOG Resources Inc.'s Motion for Default Judgment. The Court, having reviewed the papers and being fully advised in the premises, FINDS that the Motion is well-taken and should be **GRANTED**.

IT IS THEREFORE ORDERED that final default judgment shall be and hereby is entered in favor of EOG Resources Inc. and against Roger Slayton d/b/a Escudilla Oil Company.

# IT IS FURTHER DECLARED as follows:

Roger Slayton d/b/a Escudilla Oil Company is responsible for plugging and A. abandoning those wells on State Lease VA-0613-0, including Avalanche Journal State No. 001 (API 30-005-10463), Avalanche Journal State No. 004 (API 30-005-10471), Avalanche Journal State No. 005 (API 30-005-10472), and Avalanche Journal State No. 006 (API 30-005-10488). and for remediating the surface of the Lease; and

B. EOG Resources Inc. has the right to assume operations of all wells on State Lease VA-0613-0 pursuant to 19.15.9.9.B NMAC, the farmout agreement and other related agreements.

James M. Taran

THE HONORABLE JAMES M. HUDSON DISTRICT COURT JUDGE

SUBMITTED BY:

# HOLLAND & HART LLP

By: \_\_/s/ Julia Broggi
Michael H. Feldewert
Adam G. Rankin
Julia Broggi
110 North Guadalupe, Suite 1
Santa Fe, New Mexico 87501
Tel: 505.988.4421
mfeldewert@hollandhart.com
agrankin@hollandhart.com
jbroggi@hollandhart.com

ATTORNEYS FOR PLAINTIFF EOG RESOURCES INC.

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

CONDITIONS

Action 56954

### **CONDITIONS**

Operator:	OGRID:		
EOG RESOURCES INC	7377		
P.O. Box 2267	Action Number:		
Midland, TX 79702	56954		
	Action Type:		
	[C-103] Sub. General Sundry (C-103Z)		

### CONDITIONS

Created By	Condition	Condition Date
ahvermersch	None	10/22/2021