Submit 1 Copy To Appropriate District

1625 N. French Dr., Hobbs, NM 88240

1000 Rio Brazos Rd., Aztec, NM 87410

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

1. Type of Well: Oil Well ☐ Gas Well ☐

811 S. First St., Artesia, NM 88210

District I - (575) 393-6161

District II - (575) 748-1283

District III - (505) 334-6178

District IV - (505) 476-3460

2. Name of Operator

EOG Resources, Inc.

87505

PROPOSALS.)

104 South Fourth Street, Artesia, NM 88210	Acme; San Andres
4. Well Location	
	990 feet from the West line
Section 4 Township 8S Range 27E 11. Elevation (Show whether DR, RKB, RT, GR, etc.)	NMPM Chaves County
2969'GR	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT DOWNHOLE COMMINGLE OTHER: 13. Describe proposed or completed operations. (Clearly state all pertinent details, and of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Comproposed completion or recompletion. Operator transfer from Escudilla Oil Company to EOG Resources, Inc.	SEQUENT REPORT OF: K
Spud Date: Rig Release Date:	
I hereby certify that the information above is true and complete to the best of my knowledge	e and belief.
SIGNATURE TITLE Regulatory Specialist	DATE October 20, 2021
Type or print name E-mail address: tina_huerta@eogresou For State Use Only	PHONE: <u>575-748-4168</u>
APPROVED BY:	nagerDATE 10/22/21

State of New Mexico

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Other

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A

DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH

Form C-103

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Revised July 18, 2013

FEE \square

WELL API NO.

5. Indicate Type of Lease

Avalanche Journal State

8. Well Number

9. OGRID Number

STATE 🖂

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

30-005-10488

VA-613

6

7377

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(676) 393-0720
District II
Phone:(575) 748-1283 Fax:(575) 748-9720
District III

1000 Rio Brazos Rd., Azlec, 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 Change of Operator

Form C-145 Revised May 19, 2017 Permit 294715

Previous Operator Information New Operator Information

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

I hereby certify that the rules of the Oil Conservation Division ("OCD") have been complled 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 retrofitted 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.

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.

3. 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 Kernel 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 AF 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.

Initials 1 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.

7. Initials Land 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.

Initials 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 integrity 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 A 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."

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.

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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.

I hereby certify I understand the above. The statements I have made are true and correct and a condition precedent to the Oil Conservation Division accepting this Change of Operator.

Previous Operator			New Operator		
Signature:			Signature:	Shy	
Printed Name: Title:	_Operator Defunct see attached -Judgment		Printed Name: Tille:	Andrea felix Regulator Manager	
Date:	Phone:		Date:	10-12-21 Phone: 575-703-1267	

Permit 294715

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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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 294715

1 Well Selected for Transfer

1 Troit Adiopted for Italiaid					
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 Prod/inj	Single Well Bond Required for inactive Well
300997	AVALANCHE JOURNAL STATE #006	S	L-04-08S-27E	L	30-005-10488	760	ACME; SAN ANDRES	0	11/18	28930

i	Total of Single Well Bonds Required for Inactive Wells	28930	
		i i	

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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,

٧.

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

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

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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.



THE HONORABLE JAMES M. HUDSON DISTRICT COURT JUDGE

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SUBMITTED BY:

HOLLAND & HART LLP

By: /s/ Julia Broggi
Michael H. Feldewert
Adam G. Rankin
Julia Broggi
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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 56955

CONDITIONS

On contain	OGRID:
Operator:	
EOG RESOURCES INC	7377
P.O. Box 2267	Action Number:
Midland, TX 79702	56955
	Action Type:
	[C-103] Sub. General Sundry (C-103Z)

CONDITIONS

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