

Approved

NSL

Order

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Adrienne E. Sandoval, Director
Oil Conservation Division



February 11, 2021

Ms. Kaitlyn A. Luck
kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8130

**EOG Resources, INC. [OGRID 7377]
Frazier 27 State Com Well No. 206H
API No. 30-025-46780**

Proposed Location

| | Footages | Unit/Lot | Sec. | Twsp | Range | County |
|------------------------------|--------------------|-----------------|-------------|-------------|--------------|---------------|
| Surface | 559 FNL & 2220 FWL | C | 27 | 24S | 33E | Lea |
| First Take Point | 100 FNL & 2591 FEL | B | 27 | 24S | 33E | Lea |
| Last Take Point/ Terminus | 100 FSL & 2589 FEL | O | 34 | 24S | 33E | Lea |

Proposed Horizontal Units

| Description | Acres | Pool | Pool Code |
|--|--------------|--------------------------------|------------------|
| E/2 of Section 27 E/2 of Section 34 | 640 | Triste Draw; Bone Spring, East | 96682 |

Reference is made to your application received on January 21, 2021.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal oil well's completed interval penetrates, each of which consists of a governmental quarter-quarter section or equivalent.

This well's completed interval is as close as 49 - 51 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 27, encroachment to the E/2 W/2
Section 34, encroachment to the E/2 W/2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location as your preferred well spacing for horizontal wells within the Bone Spring formation underlying the E/2 of Section 27 and Section 34. Therefore, maximize the recovery of resources and preventing waste.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



ADRIENNE E. SANDOVAL
Division Director

AES/lrl

cc: Oil Conservation Division – Hobbs District Office
State Land Office – Oil, Gas, and Minerals Division

From: [Lowe, Leonard, EMNRD](#)
To: [Kaitlyn A. Luck](#)
Cc: [Bratcher, Mike, EMNRD](#); [Kautz, Paul, EMNRD](#); ["lisa@rwbyram.com"](#); [Holm, Anchor E.](#)
Subject: APPROVED NSL-8130_EOG Resources, Inc._Frazier 27 State Com Well No. 206H_SEC 26 25S 32E
Date: Tuesday, February 16, 2021 11:06:00 AM
Attachments: [NSL-8130 Approved Order.pdf](#)
[image001.png](#)
Importance: High

Ms. Kaitlyn A. Luck,

The following NSL Administrative Order has been issued and will soon be available on the Division's web site:

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

| NSL | AMD | WELL NAME | API # | POOL |
|------|-----|------------------------------------|--------------|-------------------------------------|
| 8130 | - | Frazier 27 State Com Well No. 206H | 30-025-46780 | Triste Draw; Bone Spring, East pool |

A copy of the approved order is attached.

Leonard R. Lowe

Engineering Bureau

OCD - EMNRD

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Albuquerque, N.M. 87113

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<http://www.emnrd.state.nm.us/ocd/>