Approved

NSL

Order

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd E. Leahy, JD, PhD Deputy Cabinet Secretary Adrienne E. Sandoval, Director Oil Conservation Division



July 15th, 2021

Ms. Kaitlyn A. Luck kaluck@hollandhart.com

NON-STANDARD LOCATION

Administrative Order NSL-8187

EOG Resources, INC. [OGRID 7377] Ruthless 11 Federal Com Well No. 512H API No. 30-025-47725

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	491 FNL & 2592 FEL	В	11	25S	32E	Lea
First Take Point	100 FNL & 2590 FEL	В	11	25S	32E	Lea
Last Take Point/	100 FSL & 2625 FEL	Ο	14	25S	32E	Lea
Terminus						

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
E/2 of Section 11	640	Wildcat; Lower Bone Spring, Pool	97903
E/2 of Section 14			

Reference is made to your application received on June 23rd, 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 15 - 50 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 11, encroachment to the E/2 W/2Section 14, encroachment to the E/2 W/2 Administrative Order NSL-8187 EOG Resources, INC. July 15th, 2021 Page 2 of 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 location for the recovery of reserves within the Bone Spring formation underlying the E/2 of Section 11 and the E/2 of Section 14.

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.



AES/lrl

cc: Oil Conservation Division – Hobbs District Office Bureau of Land Management – Carlsbad Field Office

From:	Lowe, Leonard, EMNRD
То:	Kaitlyn A. Luck
Cc:	Bratcher, Mike, EMNRD; Kautz, Paul, EMNRD; "lisa@rwbyram.com"; jglover@blm.gov; jkillins@blm.gov
Subject:	APPROVED NSL-8187_EOG Resources, INCRuthless 11 Federal Com Well No. 512H_SEC 11 25S 32E
Date:	Monday, July 19, 2021 3:38:00 PM
Attachments:	NSL-8187 EOG Resources, INC. Ruthless 11 Federal Com Well No. 512H APPROVED.pdf
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 - 8187

EOG Resources, INC [7377] WELL: Ruthless 11 Federal Com Well No. 512H POOL: Wildcat; Lower Bone Spring Pool [97903]

A copy of the approved order is attached.

Leonard R. Lowe

Engineering Bureau OCD - EMNRD 5200 Oakland Ave Albuquerque, N.M. 87113 C: 505-930-6717 http://www.emnrd.state.nm.us/ocd/