

3/18/09 DATE IN	SUSPENSE	D. Brooks ENGINEER	3118109 LOGGED IN	NSL TYPE	PKAA0907750597 APP NO.
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
- Engineering Bureau -  
1220 South St. Francis Drive, Santa Fe, NM 87505



30-D15-32215  
Chc Chipted Com 001  
EDG Resources  
7377

## ADMINISTRATIVE APPLICATION CHECKLIST

6025

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

### Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

### [1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication  
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement  
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify \_\_\_\_\_

### [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners  
[B] ☐ Offset Operators, Leaseholders or Surface Owner  
[C] ☐ Application is One Which Requires Published Legal Notice  
[D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,  
[F] ☐ Waivers are Attached

### [3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Ocean Monds-Dry Ocean Monds-Dry a Horney 3-18-09  
Print or Type Name Signature Title Date  
omondsdry@hollandhart.com  
e-mail Address

2009 MAR 18 AM 10 28  
RECEIVED



March 18, 2009

**HAND DELIVERY**

Mr. Mark Fesmire, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

Re: Application of EOG Resources, Inc. ("EOG"), Inc., for administrative approval of an unorthodox well location for its Chocolate Chip 19 Fed Com Well No. 1, to be re-completed to the Cisco formation (Upper Penn) at a location 1113 feet from the West line and 1262 feet from the South line of Section 19, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.

Dear Mr. Fesmire:

EOG Resources, Inc. ("EOG") hereby seeks administrative approval pursuant to the provisions of Division Rule 19.15.15.13 of an unorthodox well location for its Chocolate Chip 19 Fed Com Well No. 1, in the Cisco (Upper Penn) formation, to be re-completed 1113 feet from the West line and 1262 feet from the South line of Section 19, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.

This proposed location in the Cisco formation is unorthodox because it is governed by the Division's statewide rules which provides for wells on 40-acre spacing units to be located no closer than 330 feet to the outer boundary of the spacing unit. The proposed location is 207 feet from the east boundary and 58 feet from the north boundary of the spacing unit. A standard 40-acre spacing unit comprised of the SW/4 SW/4 (Unit M) of Section 19 will be dedicated to the well.

This location was originally completed in the Morrow formation. EOG now plans to re-complete in the Cisco (Upper Penn) formation. When this well was drilling, a drill stem test revealed potential oil and gas in this zone. The proposed location is the most efficient and reasonable way to develop these reserves. It would not be economic to drill a new well to test this zone. is needed for geologic reasons.



This location encroaches on the spacing units to the north and the east. EOG is the designated operator of the south-half of this section under a joint operating agreement. All working interest owners are common. Therefore, no notice of this application is required.

Your attention to this application is appreciated.

Sincerely,

*Ocean Munds-Dry*

Ocean Munds-Dry  
ATTORNEY FOR EOG RESOURCES, INC.

Enclosures

cc: Doug Hurlbut  
Oil Conservation Division – Hobbs/Artesia

**Brooks, David K., EMNRD**

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**From:** Ocean Munds-Dry [Omundsdry@hollandhart.com]  
**Sent:** Monday, April 06, 2009 2:43 PM  
**To:** Brooks, David K., EMNRD  
**Subject:** Fw: 204941983.pdf  
**Attachments:** 204941983.pdf

David - will this work?

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Sent from my BlackBerry Wireless Handheld

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**From:** Doug\_Hurlbut@eogresources.com <Doug\_Hurlbut@eogresources.com>  
**To:** Ocean Munds-Dry  
**Sent:** Mon Apr 06 14:22:45 2009  
**Subject:** 204941983.pdf

Ocean: Here is the surveyors plat that was done. DOUG

Douglas W. "Doug" Hurlbut  
432.686.3610 office  
432.686.3773 fax  
[doug\\_hurlbut@eogresources.com](mailto:doug_hurlbut@eogresources.com)

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This inbound email has been scanned by the MessageLabs Email Security System.

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District I  
PO Box 1980, Hobbs, NM 88241-1980  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Artesia, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-102  
Revised February 21, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

'API Number	'Pool Code	'Pool Name <i>wildcat Cisco upper Penn</i> Sand Tank Morrow
'Property Code	'Property Name CHOCOLATE CHIP "19" FEDERAL COM	
'OGRID No. 7377	'Operator Name EOG RESOURCES INC.	
		'Well Number 1
		'Elevation 3472'


<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
M	19	18	30		1262	SOUTH	1113'	WEST	EDDY

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
'Dedicated Acres 320		'Joint or Infill		'Consolidation Code		'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

16					<p><sup>17</sup> OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</p> <p><i>Mike Francis</i> Signature Mike Francis Printed Name Agent Title 1/04/02 Date</p>
					<p><sup>18</sup> SURVEYOR CERTIFICATION</p> <p>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 best of my belief.</p> <p>DECEMBER 6, 2001 Date of Survey</p> <p>Signature and Seal of Registered Professional Surveyor:    <i>James E. Tompkins</i>  Certificate Number 14729</p>
	1113'	1262'	EOG RESOURCES INC. CHOCOLATE CHIP "19" FEDERAL COM. No. 1 ELEV.=3472' Y=629101.121 X=597716.967 LAT.=32°43'44.73" LONG.=104°00'58.06"		

**Brooks, David K., EMNRD**

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**From:** Brooks, David K., EMNRD  
**Sent:** Monday, April 06, 2009 10:47 AM  
**To:** 'Ocean Munds-Dry'  
**Subject:** EOG - Chocoate Chip Fed #1, NSL Application

Dear Ocean

Please furnish a completed C-102 for this application. Although this is a very simple one, I like to have the C-102s routinely submitted with NSL applications, because it makes it much easier to see what is going on. Rule 15.13.C requires a plat.

Thanks

David