# STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF EOG RESOURCES, INC. FOR A GAS CAPTURE PILOT PROJECT INVOLVING THE OCCASSIONAL INJECTION OF PRODUCED GAS INTO THE BONE SPRING FORMATION, LEA COUNTY, NEW MEXICO.

**CASE NO. 20965** 

## EOG RESOURCES, INC.'S PRE-HEARING STATEMENT

EOG Resources, Inc. ("EOG") (OGRID No. 7377), the applicant in the above-captioned case, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

## **APPEARANCES**

### <u>APPLICANT</u>

## **ATTORNEY**

EOG Resources, Inc.

Michael H. Feldewert
Adam G. Rankin
Julia Broggi
Kaitlyn A. Luck
Holland & Hart, LLP
Post Office Box 2208
Santa Fe, New Mexico 87504-2208
(505) 988-4421
(505) 983-6043 Facsimile
mfeldewert@hollandhart.com
agrankin@hollandhart.com
ibroggi@hollandhart.com
kaluck@hollandhart.com

# APPLICANT'S STATEMENT OF CASE

EOG seeks authorization to engage in a gas capture pilot project in the Leonard Shale interval of the Bone Spring formation ("pilot project"). EOG is the operator of the **Caballo 23**Fed No. 2H Well (API No. 30-025-40051), a horizontal well located in the E/2 W/2 (Unit C) of

Section 23, Township 25 South, Range 33 East, NMPM, in Lea County, New Mexico. This well is currently producing from the Bone Spring formation (Red Hills; Upper Bone Spring Shale Pool [Pool Code 97900]) and dedicated to a standard horizontal well spacing unit comprised of the E/2 W/2 of Section 23. EOG seeks to authority to utilize this producing well to occasionally inject produced gas into the Leonard Shale interval of the Bone Spring formation at a total vertical depth of approximately 9,418 feet to 9,457 feet along the horizontal portion of the wellbore at surface injection pressures of no more than 3,500 psi. The source of the produced gas will be the Bone Spring, Wolfcamp and Atoka formations delivered to the Localized Gas Lift Compressor Station. EOG seeks authority for this pilot project to avoid the shut-in of producing wells or the temporary flaring of gas during pipeline capacity constraints, mechanical difficulties, plant shut downs, or other events impacting the ability to deliver gas into a pipeline.

### APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Davis Lunsford, Facilities Engineer	Approx. 20	Approx. 4
Charles Bassett, Landman	Approx. 10	Approx. 3
Brice Letcher, Production Engineer	Approx. 20	Approx. 7
Jenna Hessert, Geologist	Approx. 20	Approx. 3
Carlos Sonka, Reservoir Engineer	Approx. 20	Approx. 4

### PROCEDURAL MATTERS

None at this time.

# Respectfully submitted,

HOLLAND & HART LLP

By

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Adam G. Rankin
Julia Broggi
Kaitlyn A. Luck
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kaluck@hollandhart.com

ATTORNEYS FOR EOG RESOURCES, INC.

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