

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

**APPLICATION OF EOG RESOURCES,
INC. FOR APPROVAL OF A NON-STANDARD
SPACING AND PRORATION UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO**

Case No. 16309

**EOG RESOURCES, INC.
PRE-HEARING STATEMENT**

EOG Resources, Inc. ("EOG") submits its Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

EOG is the applicant in this case. Its business address is 5509 Champions Drive, Midland, Texas 79706. EOG is represented by the undersigned counsel.

STATEMENT OF THE CASE

EOG's application seeks an order: (1) approving a 476.58-acre, more or less, non-standard spacing and proration unit comprised of the W/2 of Section 30 and the NW/4 of Section 31, Township 26 South, Range 34 East, N.M.P.M., in Lea County; and (2) pooling all uncommitted mineral interests in the Wolfcamp formation underlying this acreage. The proposed non-standard spacing and proration unit will be the project area for the following four wells: (1) the Philly 31 Fed Com #701H, which will be drilled from a surface hole location ("SHL") in Lot 2 in Section 31 to a bottom hole location ("BHL") in Lot 1 in Section 30; (2) the Philly 31 Fed Com #702H, which will be drilled from a SHL in Lot 2 in Section 31 to a BHL in Lot 1 in Section 30; (3) the Philly 31 Fed Com #703H, which will be drilled from a SHL in Lot 3 in Section 31 to a BHL in Unit C in Section 30; and (4) the Philly 31 Fed Com #704H, which will be drilled from a SHL in

Lot 3 in Section 31 to a BHL in Unit C in Section 30. The completed intervals for the wells will comply with the Division's setback requirements.

PROPOSED EVIDENCE

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Matthew Gray (Landman)	10 minutes	Approx. 7
Michael Pickell (Geologist)	10 minutes	Approx. 3

EOG reserves the right to call a rebuttal witness(es) if appropriate.

PROCEDURAL MATTERS

EOG is not aware of any procedural matters to be resolved prior to the hearing.

HINKLE SHANOR, LLP



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