



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**  
Governor  
**Jennifer A. Salisbury**  
Cabinet Secretary

**Lori Wrotenberg**  
Director  
**Oil Conservation Division**

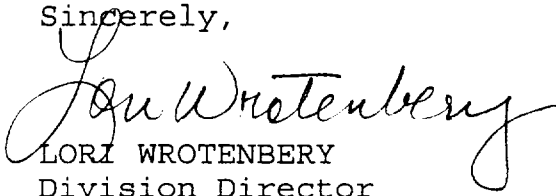
May 24, 2001

Mr. William F. Carr  
Holland & Hart and  
Campbell & Carr  
Attorneys at Law  
Post Office Box 2208  
Santa Fe, New Mexico 87504-2208

Dear Mr. Carr:

Based upon the reasons stated in your letter of May 21, 2001, and in accordance with the provisions of Division Order No R-11389, EOG Resources, Inc. is hereby granted an extension of time until August 26, 2001, in which to commence injection operations into its Vaca "13" Federal Well No. 2 located in Unit B of Section 13, Township 25 South, Range 33 East, NMPM.

Sincerely,

  
LORI WROTENBERG  
Division Director

fd/

cc: Case No. 12399  
OCD - Hobbs

HOLLAND & HART <sup>LLP</sup>  
AND  
CAMPBELL & CARR  
ATTORNEYS AT LAW

DENVER • ASPEN  
BOULDER • COLORADO SPRINGS  
DENVER TECH CENTER  
BILLINGS • BOISE  
CHEYENNE • JACKSON HOLE  
SALT LAKE CITY • SANTA FE  
WASHINGTON, D.C.

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SANTA FE, NEW MEXICO 87504-2208

TELEPHONE (505) 988-4421  
FACSIMILE (505) 983-6043  
www.hollandhart.com

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May 21, 2001

**HAND DELIVERED**

Lori Wrotenbery, Director  
Oil Conservation Division  
New Mexico Department of Energy,  
Minerals and Natural Resources  
1220 South Saint Francis Drive  
Santa Fe, New Mexico 87505

**Re: Oil Conservation Division Case No. 12399:** Application of EOG Resources, Inc. for approval of a pilot waterflood project in the Red Hills North Unit Area, Lea County, New Mexico.

Dear Ms. Wrotenbery;

On May 26, 2000, the Division entered Order No. R-11389 which granted the application of EOG Resources, Inc. in the above-referenced case authorizing EOG to institute a one well pilot pressure maintenance project on a portion of its Red Hills North Unit Area by the injection of water into the Third Bone Spring Sand in its Vaca "13" Federal Well No. 2 located 660 feet from the North line and 1980 feet from the East line (Unit B) of Section 13, Township 25 South, Range 33 East, NMPM, Lea County, New Mexico.

Order R-11389 provides that in the event EOG has not commenced injection operations into this well in one year after the effective date of this order, the injection authority granted herein for the Vaca "13" Federal Well No. 2 shall terminate unless the operator writes and is granted an extension for good cause shown. The purpose of this letter is to request an additional three month extension of Order No. R-11389.

EOG is going forward with its plans to implement this pilot waterflood project but it has recently encountered delays in obtaining equipment necessary for the implementation of this

Letter to Lori Wrotenbery

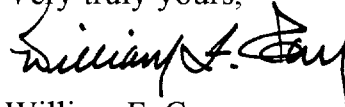
May 21, 2001

Page 2

project and therefore will be unable to commence injection prior to the current deadline for drilling imposed by this order. An extension of Order No. R-11389 from May 26, 2001 to August 26, 2001 is therefore needed.

Your attention to this request is appreciated.

Very truly yours,

A handwritten signature in black ink, appearing to read "William F. Carr". The signature is fluid and cursive, with a large, stylized initial "W".

William F. Carr

cc: Randy Cate  
EOG Resources, Inc.

HOLLAND & HART <sup>LLP</sup>  
AND  
CAMPBELL & CARR  
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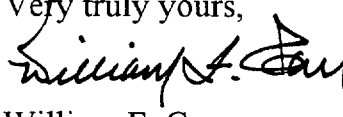
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Letter to Lori Wrotenbery  
May 21, 2001  
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