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October 24, 2000

HAND-DELIVERED

Lori Wrotenbery, Director Oil Conservation Division New Mexico Department of Energy, Minerals and Natural Resources 2040 South Pacheco Street Santa Fe, New Mexico 87505

12544

Re: Application of EOG Resources, Inc. for an unorthodox well location, Eddy County, New Mexico.

Dear Ms. Wrotenbery:

Enclosed in triplicate is the application of EOG Resources, Inc., in the above-referenced case as well as a legal advertisement. EOG Resources, Inc. requests that this case be placed on the docket for the November 16, 2000 Examiner Hearings.

Your attention to this request is appreciated.

Very truly yours,

William F. Carr

cc: Patrick J. Tower (w/enclosures)

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

IN THE MATTER OF THE APPLICATION OF EOG RESOURCES, INC. FOR AN UNORTHODOX WELL LOCATION, EDDY COUNTY, NEW MEXICO.

APPLICATION

EOG RESOURCES, INC. ("EOG"), through its undersigned attorneys, hereby makes application to the Oil Conservation Division for an order approving an unorthodox well location, and in support of this application states:

- 1. Applicant is a working interest owner in W/2 of Section 22, Township 16 South, Range 29 East, N.M.P.M., Eddy County, New Mexico, and proposes to drill its Conoco "22" Federal Com Well No. 1 as a wildcat well through the top 100 feet of the Mississippian Chester formation, at an unorthodox gas well location 2310 feet from the North line and 1427 feet from the West line of said Section 22.
- 2. Applicant seeks an exception to Rule 104C(2)(a) of the General Rules and Regulations of the Oil Conservation Division to permit the drilling of this well at this unorthodox gas well location.
 - 3. The W/2 of Section 22 should be dedicated to the well.
- 4. Approval of this application will afford the interest owners in this spacing and proration unit the opportunity to produce their just and equitable share of the reserves under the subject spacing and proration unit and will otherwise be in the best interest of

conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, EOG Resources, Inc. requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 16, 2000, that notice be given as required by law and the rules of the Division, and that the Division enter its Order granting this application.

Respectfully submitted,

CAMPBELL, CARR, BERGE & SHERIDAN, P.A.

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ATTORNEYS FOR EOG RESOURCES, INC.

CASE $\frac{1.57/3}{1.57}$: Application of EOG Resources, Inc. for an unorthodox well location, Eddy County, New Mexico. Applicant in the above-styled cause seeks authorization to drill its Conoco "22" Federal Com Well No. 1 as a wildcat well through the top 100 feet of the Mississippian Chester formation, at an unorthodox well location 2310 feet from the North line and 1427 feet from the West line of Section 22, Township 16 South, Range 29 East, N.M.P.M., Eddy County, New Mexico. The West half of Section 22 is to be dedicated to said well. Said unit is located approximately 9 miles northwest of Loco Hills, New Mexico.