

EOG Resources, Inc. P.O. Box 2267 Midland, TX 79702 (432) 686-3600

March 16, 2017

State of New Mexico Oil Conservation Division – District 1 1625 N. French Drive Hobbs, New Mexico 88240

Re: Request for Oil Allowable exception Horizontal Completion Gem 36 State Com 702Y HOBBS OCD

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RECEIVED

EOG Resources, Inc. requests an exception to NMOCD Rule 19.50.20.9 regarding oil allowable. EOG requests permission to produce the project area assigned to our Gem 36 State Com 702Y above top depth bracket allowable to allow greater load recovery during flowback after frac stimulation.

Thank you for your consideration of this request. If additional information is needed, please contact me at 432 686-3689.

Sincerely,

EOG Resources, Inc.

Stan Wagner

Regulatory Analyst