

State of New Mexico
Energy, Minerals and Natural Resources Department

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Oil Conservation Division



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Administrative Order NSP – 2233

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

EOG Resources, Inc. [OGRID 7377]

Never Better 14 Federal Com Well No. 701H [30-025-PENDING]
Never Better 14 Federal Com Well No. 702H [30-025-PENDING]
Never Better 14 Federal Com Well No. 703H [30-025-PENDING]
Never Better 14 Federal Com Well No. 704H [30-025-PENDING]
Never Better 14 Federal Com Well No. 705H [30-025-PENDING]
Never Better 14 Federal Com Well No. 706H [30-025-PENDING]
Never Better 14 Federal Com Well No. 707H [30-025-PENDING]
Never Better 14 Federal Com Well No. 708H [30-025-PENDING]
Never Better 14 Federal Com Well No. 721H [30-025-PENDING]
Never Better 14 Federal Com Well No. 722H [30-025-PENDING]
Never Better 14 Federal Com Well No. 723H [30-025-PENDING]
Never Better 14 Federal Com Well No. 724H [30-025-PENDING]
Never Better 14 Federal Com Well No. 725H [30-025-PENDING]
Never Better 14 Federal Com Well No. 726H [30-025-PENDING]
Never Better 14 Federal Com Well No. 727H [30-025-PENDING]

HSU: all of Section 14 and all of Section 23, T22S R32E, Lea County

Reference is made to your application received on October 28th, 2024.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
Section 14	1280	Wildcat; Upr Wolfcamp	98166
Section 23			

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You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter - quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(1) NMAC.

We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Lea County, New Mexico.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are to be being included.

You have requested this non-standard horizontal spacing unit in order to develop the acreage as a single communitized area and to efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks and pipelines, to promote effective well spacing. All in order to prevent waste within the Wolfcamp formation underlying the entirety of Section 14 and Section 23 within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



Gerasimos Razatos
Division Director (Acting)
GR/lrl

Date: 12/11/2024

Sante Fe Main Office
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General Information
Phone: (505) 629-6116

Online Phone Directory
<https://www.emnrd.nm.gov/ocd/contact-us>

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
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CONDITIONS

Action 411155

CONDITIONS

Operator: EOG RESOURCES INC 5509 Champions Drive Midland, TX 79706	OGRID: 7377
	Action Number: 411155
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	12/12/2024