

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address EOG RESOURCES INC PO BOX 2267 MIDLAND , TX 79702		2. OGRID Number 7377
		3. API Number 30-025-37645
4. Property Code 35378	5. Property Name SEELY 7 STATE	6. Well No. 001

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	7	18S	34E	P	155	S	775	E	LEA

8. Pool Information

MESCALERO ESCARPE;BONE SPRING	45793
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 4079
14. Multiple N	15. Proposed Depth 9200	16. Formation 2nd Bone Spring Sand	17. Contractor	18. Spud Date 2/17/2006
Depth to Ground water 50		Distance from nearest fresh water well > 1000		Distance to nearest surface water > 1000

Pit: Liner: Synthetic ☒ 12 _____ miles thick Clay ☐ Pit Volume: 10300 _____ bbls Drilling Method:
 Closed Loop System ☐ Fresh Water ☒ Brine ☐ Diesel/Oil-based ☐ Gas/Air ☐

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	14.75	11.75	42	500	325	0
Int1	11	8.625	32	3200	750	0
Prod	7.875	5.5	17	9118	800	

Casing/Cement Program: Additional Comments

Production Casing String - Desired TOC will be 500' above shallowest hydrocarbon bearing zone.

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	5000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input checked="" type="checkbox"/> a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> . Printed Name: Electronically filed by Mike Francis Title: ROW Agent Email Address: mike_francis@eogresources.com Date: 1/18/2006	OIL CONSERVATION DIVISION Approved By: Chris Williams Title: District Supervisor Approved Date: 1/19/2006 Expiration Date: 1/19/2007 Conditions of Approval Attached
Phone: 4326863714	

New Mexico Double Horseshoe Reserve Pit Design



Approximate Inside Reserve Volume: 4500 bbls
Approximate Outside Reserve Volume: 5800 bbls

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(505) 393-6161 Fax:(505) 393-0720

District II
 1301 W. Grand Ave., Artesia, NM 88210
 Phone:(505) 748-1283 Fax:(505) 748-9720

District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

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Form C-102
 Permit 21535

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-37645	2. Pool Code 45793	3. Pool Name MESCALERO ESCARPE,BONE SPRING
4. Property Code 35378	5. Property Name SEELY 7 STATE	6. Well No. 001
7. OGRID No. 7377	8. Operator Name EOG RESOURCES INC	9. Elevation 4079

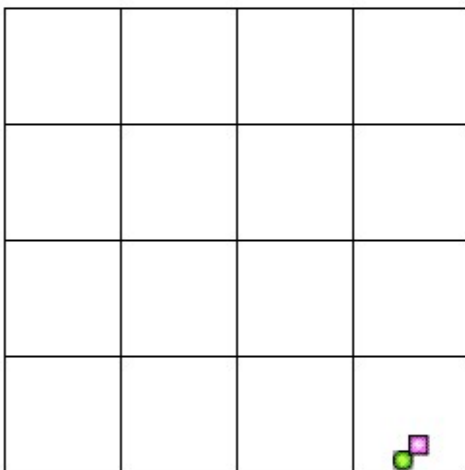
10. Surface Location

UL - Lot P	Section 7	Township 18S	Range 34E	Lot Idn	Feet From 155	N/S Line S	Feet From 775	E/W Line E	County LEA
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11. Bottom Hole Location If Different From Surface

11. Bottom Hole Location If Different From Surface									
UL - Lot P	Section 7	Township 18S	Range 34E	Lot Idn P	Feet From 330	N/S Line S	Feet From 600	E/W Line E	County LEA
12. Dedicated Acres 40.00		13. Joint or Infill		14. Consolidation Code			15. Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	OPERATOR CERTIFICATION	
	<i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i>	
	E-Signed By: Mike Francis Title: ROW Agent Date: 1/18/2006	
	SURVEYOR CERTIFICATION	
<i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i>		
Surveyed By: Terry Asel Date of Survey: 12/22/2005 Certificate Number: 15079		

Permit Comments

Operator: EOG RESOURCES INC , 7377

Well: SEELY 7 STATE #001

API: 30-025-37645

Created By	Comment	Comment Date
DMULL	Requires administrative approval for the location. Non-Standard Location is approved by OCD Santa Fe office. Holding for NSL approval.	1/18/2006
DMULL	Rejecting, need correction to Bottom hole location.	1/18/2006
DMULL	Surface location is Non-Standard Location. BHL is standard location.	1/18/2006

Permit Conditions of Approval

Operator: EOG RESOURCES INC , 7377

Well: SEELY 7 STATE #001

API: 30-025-37645

OCD Reviewer	Condition
DMULL	Will require administrative order for non-standard location