

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



September 14, 2017

Mr. Brice Letcher, Sr Production Engineer
EOG Resources, Inc.
5509 Champions Drive
Midland, TX 79706

RE: Administrative Order SWD-1586; First Extension of Deadline to Commence Injection

Lost Tank SWD State Well No. 11 (API 30-015-43367)

Unit K, Sec 36, T21S, R31E, NMPM, Eddy County, New Mexico

Order Date: October 6, 2015

Injection into the Devonian formation; permitted interval: approximately 15365 feet to 15600 feet

Dear Mr. Letcher:

Reference is made to your request on behalf of EOG Y Resources, Inc. (the "operator") to extend the deadline stipulated in order SWD-1586 based upon the approval date of October 6, 2015, to commence injection for the above referenced well for an additional one year for reasons outlined in the attached correspondence.

It is the Division's understanding from your request that there have been no significant changes in the information provided in the application submitted for review and approval of this order. These changes include the completion of new wells within the Area of Review that penetrated the approved injection interval and any changes in ownership.

The Division finds that granting this request to extend this administrative order is in the interest of conservation, will prevent waste, and will protect the environment.

The deadline to commence injection for the existing order is hereby extended until October 6, 2018. All requirements of the above referenced administrative order and agreements in the application

SWD-1586: First Extension of Deadline to Commence Injection
EOG Y Resources, Inc.
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remain in full force and effect.

Sincerely,

A handwritten signature in black ink, appearing to read "David R. Catanach", is written over a horizontal line.

DAVID R. CATANACH
Director

DRC/prg

cc: Oil Conservation Division – Artesia District Office
Oil, Gas and Minerals Division – State Land Office
SWD-1586
Well file 30-015-43367



EOG Resources, Inc.
Midland Division Office
5509 Champions Drive
Midland, TX 79706

August 31, 2017

Mr. Phillip Goetze, PG
NM Oil Conservation District
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Lost Tank SWD State #11 (API 30-015-43367)
Administrative Order SWD-1586 – dated October 6, 2015

Dear Mr. Goetze,

EOG Resources, Inc. is requesting a 1-year extension for the Lost Tank SWD State #11 (API 30-015-43367) Administrative Order SWD 1586 – dated October 6, 2015.

This well was included in the merger between Yates Petroleum Corporation and EOG Resources. We have plans to drill the well within the next year, but we need more time to evaluate when we can fit this well into our drilling schedule.

We have re-reviewed the wells and "affected persons" within the ½ mile Area of Review (AOR). We have concluded that there are no new wells or "affected persons" within the ½ mile AOR that would require notice.

Thank you for your time and consideration regarding this matter.

Sincerely,

A handwritten signature in black ink that reads "Brice A. Letcher".

Brice A. Letcher, PE
Sr. Production Engineer

Goetze, Phillip, EMNRD

From: Brice Letcher <Brice_Letcher@eogresources.com>
Sent: Thursday, August 31, 2017 3:02 PM
To: Goetze, Phillip, EMNRD
Subject: Lost Tank SWD State #11 - Request for Extension of AO SWD-1586
Attachments: Lost Tank SWD State #11_Request for Extension of AO SWD-1586.pdf

Mr. Goetze,

Please see attached request for extension of AO SWD-1586. Please let me know if you have any questions or require any further information.

Thank you,

Brice A. Letcher, P.E.
Sr. Production Engineer
EOG Resources – Midland
Brice_Letcher@eogresources.com
Office: (432) 686-6965
Mobile: (575) 748-5021

