RECEIVED: 2/14/18 REVIEWER: L RL TYPE: N/4 APP NO: 1804649852

NEW MEXICO OIL CONSERVATION DIVISION

- Geological & Engineering Bureau – 1220 South St. Francis Drive, Santa Fe, NM 87505



| ADMINISTRATIVE APPLICATION | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------|
| THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICA REGULATIONS WHICH REQUIRE PROCESSING AT THE | |
| Applicant: EOG Resources, Inc. | OGRID Number: 7377 |
| Well Name: Hawk 26 Fed No. 706H Well | API: 30-025-42399 |
| Pool: Upper Wolfcamp Pool | Pool Code: 98092 |
| SUBMIT ACCURATE AND COMPLETE INFORMATION REQUII | |
| TYPE OF APPLICATION: Check those which apply for [A] A. Location – Spacing Unit – Simultaneous Dedication NSL NSP (PROJECT AREA) NSI B. Check one only for [I] or [II] [I] Commingling – Storage – Measurement DHC CTB PLC PC O [II] Injection – Disposal – Pressure Increase – Enhancement WFX PMX SWD IPI E | P(PRORATION UNIT) SD NSL-1647 PLS OLM Inced Oil Recovery OR PPR |
| 2) NOTIFICATION REQUIRED TO: Check those which apply A. Offset operators or lease holders B. Royalty, overriding royalty owners, revenue ow C. Application requires published notice D. Notification and/or concurrent approval by SLC E. Notification and/or concurrent approval by BLC F. Surface owner G. For all of the above, proof of notification or pul H. No notice required | Application Content Complete M blication is attached, and/or, |

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

| | February 14, 2018 | |
|---------------------|--------------------------|--|
| Adam G. Rankin | Date | |
| Print or Type Name | 505-988-4421 | |
| | Phone Number | |
| I man to deliverest | agrankin@hollandhart.com | |
| Signature | e-mail Address | |



Adam G. Rankin Associate Phone:(505) 954-7294 Fax:(505) 983-6043 AGRankin@hollandhart.com

February 14, 2018

VIA HAND DELIVERY

FFR 14 2018 PM04:37

Heather Riley
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe. New Mexico 87505

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Hawk 26 Fed No. 706H Well in the W/2 E/2 of Section 35, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico.

Dear Ms. Riley:

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its **Hawk 26 Fed No. 706H Well** (API No. 30-025-42399) to be completed within the WC-025 G-09 S243336I; Upper Wolfcamp Pool (98092) underlying Section 35, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 500 feet from the South line and 2,434 feet from the East line (Unit O) of Section 26. The upper most perforation will be located 50 feet from North line and 2,237 feet from the East line (Unit B) and the lower most perforation will be 330 feet from the South line and 2,232 feet from the East line (Unit O) of Section 35. Because this acreage is governed by the Division's statewide rules which provide for wells to be located no closer than 330 feet to the outer boundary of the spacing unit, the completed interval for this well will be unorthodox because it encroaches on the northern and northwestern boundaries of the project area.

EOG is the 100 percent working interest owner in the SE/4 SW/4 and SW/4 SE/4 of Section 26, which comprise the spacing units to the North and Northwest. Approval of the unorthodox completed interval will allow EOG to use their preferred well spacing plan for horizontal wells in this area and thereby prevent waste.



Exhibit A is a draft Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Hawk 26 Fed No. 706H Well** encroaches on the spacing and proration units to the North and Northwest.

Exhibit B is a land plat for Section 35 and the surrounding sections that shows the proposed **Hawk 26 Fed No. 706H Well** in relation to adjoining units and existing wells.

Exhibit C is an affidavit from the landman verifying that ownership in the W/2 E/2 of Section 35 and the S/2 of Section 26 is owned 100 percent by EOG. Accordingly, there are no affected parties in the W/2 E/2 of Section 35 and the SE/4 SW/4 and SW/4 SE/4 of Section 26. A copy of this application has been provided to the Bureau of Land Management—Carlsbad Office.

Your attention to this matter is appreciated.

Sincerely,

Adam G. Rankin

ATTORNEY FOR EOG RESOURCES, INC.

cc: Bureau of Land Management—Carlsbad 70163010000055806358

State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Sante Fe, NM 87505

FORM C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

WELL LOCATION AND ACREAGE DEDICATION PLAT

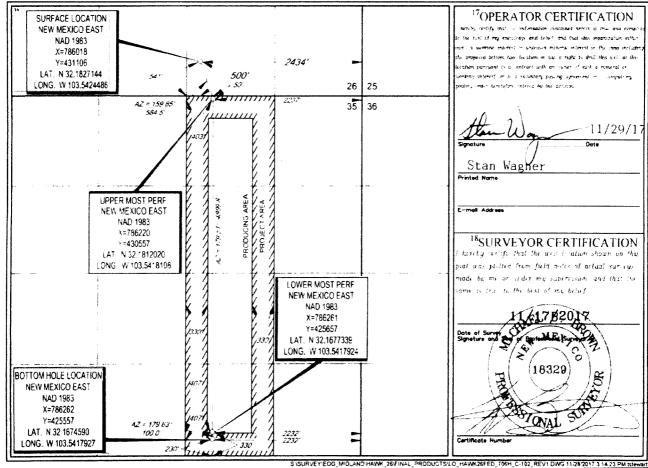
| API Number Pool Code 3Pool Name | | | | | | | |
|---------------------------------|-------------|--------------------------------------|------------------------|--|--|--|--|
| 30-025-42399 | 98092 | WC-025 G-09 S243336I; Upper Wolfcamp | | | | | |
| ⁴ Property Code | Pr | roperty Name | Well Number | | | | |
| 314177 | HAW | #706H | | | | | |
| OGRID No. | '0 1 | perator Name | ⁹ Elevation | | | | |
| 7377 | EOG RES | SOURCES, INC. | 3519' | | | | |

¹⁰Surface Location

| UL or let no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | Enst/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| 0 | 26 | 24-S | 33-E | _ | 500' | SOUTH | 2434' | EAST | LEA |

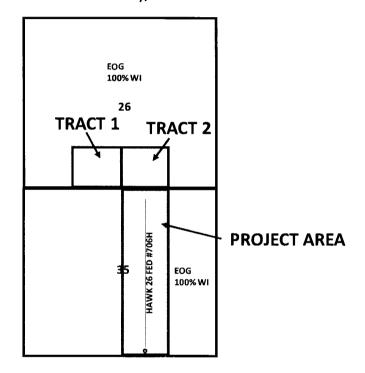
| El. or let ao. | Section 35 | Township 24-S | Range 33-E | Lot Ida | Feet from the 230' | North/South line SOUTH | Feet from the 2232' | Enst/West line EAST | County LEA |
|--------------------------------------|---------------|---------------|---------------|---------|--------------------|---------------------------|---------------------|------------------------|---------------|
| ¹² Dedicated Acres 160.00 | 13 Joint or 1 | | 11 | | | 300111 | 2202 | DAGI | |

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.



EXHIBIT

T24S-R33E Lea County, NM







EOG Resources, Inc. 5509 Champions Drive Midland, Texas 79706 (432) 686-3600

Date:

February 2nd, 2018

To:

State of New Mexico Oil Conservation Division

Re:

Hawk 26 Fed #706H

To whom it may concern:

This letter serves to notice that EOG Resources, Inc. owns 100% Working Interest in the S2-26-24S-33E, and 100% Working Interest the E2-35-24S-33E, Lea County, New Mexico.

Sincerely,

EOG Resources, Inc.

Charles Bassett Land Specialist



From: Lowe, Leonard, EMNRD

To: "Adam Rankin"

Cc: Brown, Maxey G, EMNRD; Kautz, Paul, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones,

William V, EMNRD; "lisa@rwbyram.com"; "jglover@blm.gov"; "scaffey@blm.gov"; "jstovall@blm.gov"

Subject: APPROVED NSL-7646 & 7647_EOG Resources, INC_Hawk 26 Federal Well No. (705H & 706H)_SEC 26 24S 33E

Date: Monday, March 5, 2018 10:09:00 AM

Importance: High

Mr. Adam G. Rankin,

The following Administrative Orders have been issued, for:

OPERATOR: **EOG Resources, INC**

ORDER: **NSL-7646**

WELL: Hawk 26 Federal Well No. 705H

API NO: 30-025-42398

ORDER: NSL-7647

WELL: Hawk 26 Federal Well No. 706H

API NO: **30-025-42399**

These Orders will soon be available on the Division's web site: http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx

Enjoy.

Leonard Lowe

Engineering Bureau
Oil Conservation Division
Energy Minerals and Natural Resources Department
1220 South St. Frances
Santa Fe, New Mexico 87004

Office: 505-476-3492 Cell: 505-930-6717 Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: http://www.emnrd.state.nm.us/ocd/