

NSL-7694

Revised March 23, 2017

RECEIVED: 04/05/2018 4/26/18	REVIEWER: LRL	TYPE: NSL	APP NO: PMAM/809636220
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**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Geological & Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



### ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

<b>Applicant:</b> EOG Resources, Inc.	<b>OGRID Number:</b> 7377
<b>Well Name:</b> Hunter 21 State Com No. 604H Well	<b>API:</b> 30-025-44282
<b>Pool:</b> Lower Bone Spring Pool	<b>Pool Code:</b> 97958

### SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
- A. Location - Spacing Unit - Simultaneous Dedication
- ☒ NSL      ☐ NSP (PROJECT AREA)      ☒ NSP (PRORATION UNIT)      ☐ SD
- B. Check one only for [I] or [II]
- [I] Commingling - Storage - Measurement
- ☐ DHC    ☐ CTB    ☐ PLC    ☐ PC    ☐ OLS    ☐ OLM
- [II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
- ☐ WFX    ☐ PMX    ☐ SWD    ☐ IPI    ☐ EOR    ☐ PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
- A. ☐ Offset operators or lease holders
- B. ☐ Royalty, overriding royalty owners, revenue owners
- C. ☐ Application requires published notice
- D. ☒ Notification and/or concurrent approval by SLO
- E. ☐ Notification and/or concurrent approval by BLM
- F. ☐ Surface owner
- G. ☒ For all of the above, proof of notification or publication is attached, and/or,
- H. ☐ No notice required

#### FOR OCD ONLY

<input checked="" type="checkbox"/>	Notice Complete
<input checked="" type="checkbox"/>	Application Content Complete

- 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.**

Adam G. Rankin

Print or Type Name

Signature

April 5, 2018

Date

505-988-4421

Phone Number

agrarkin@hollandhart.com

e-mail Address

HOLLAND & HART<sup>LLP</sup>



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

April 5, 2018

**VIA HAND DELIVERY**

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

APR 05 2018 PM 04:36

**Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Hunter 21 State Com No. 604H Well in the W/2 E/2 of Section 21 and the W/2 NE/4 of Section 28, Township 23 South, Range 35 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 **Hunter 21 State Com No. 604H Well** (API No. 30-025-44282) to be completed within the WC-025 G-08 S233528D; Lower Bone Spring Pool (97958) underlying Sections 21 and 28, Township 23 South, Range 35 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 200 feet from the north line and 2,333 feet from the west line (Unit C) of Section 21. The upper most perforation will be located 330 feet from north line and 2,580 feet from the east line (Unit B) of Section 21 and the lower most perforation will be 2,310 feet from the north line and 2,587 feet from the east line (Unit G) of Section 28. Since this acreage is governed by the Division's statewide rules which provides 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 is closer than 330 feet to the northwestern, western, and southwestern boundaries of the project area.

EOG is the operator in the spacing and proration unit comprised of the E/2 W/2 of Section 21 and the E/2 NW/4 of Section 28 and ownership in the Wolfcamp is identical in said spacing unit to the proposed spacing unit. EOG is the 100% working interest owner in the NE/4 SW/4 of Section 28. 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.

**Holland & Hart<sup>LLP</sup>**

Phone [505] 988-4421 Fax [505] 983-6043 [www.hollandhart.com](http://www.hollandhart.com)

110 North Guadalupe Suite 1 Santa Fe, New Mexico 87501 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208

Aspen Boulder Carson City Colorado Springs Denver Denver Tech Center Billings Boise Cheyenne Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C. ☏



**Exhibit A** is a draft Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Hunter 21 State Com No. 604H Well** encroaches on the spacing and proration units to the northwest, west, and southwest.

**Exhibit B** is a land plat for Sections 21 and 28 and the surrounding sections that shows the proposed **Hunter 21 State Com No. 604H Well** in relation to adjoining units and existing wells.

**Exhibit C** is a list of the parties affected by the encroachment to the northwest. As described above, (i) EOG is the operator in the spacing and proration unit comprised of the E/2 W/2 of Section 21 and the E/2 NW/4 of Section 28 and ownership in the Wolfcamp is identical in said spacing unit to the proposed spacing unit and (ii) EOG is the 100% working interest owner in the NE/4 SW/4 of Section 28. Accordingly, there are no affected parties in the spacing units to the west and southwest of the proposed well. The only affected parties are in the spacing unit to the northwest. Each of the parties listed on Exhibit C have been provided notice of this application by certified mail. A copy of this application has been provided to the State Land Office.

**Exhibit D** is an affidavit from the landman verifying that ownership of the Wolfcamp formation in the E/2 W/2 of Section 21 and the E/2 NW/4 of Section 28 and the subject spacing unit is identical and that EOG is the 100% working interest owner in the NE/4 SW/4 of Section 28.

Your attention to this matter is appreciated.

Sincerely,

Adam G. Rankin

**ATTORNEY FOR EOG RESOURCES, INC.**

cc: New Mexico State Land Office  
P.O. Box 1148  
Santa Fe, NM 87504-1148  
70172620000113601751

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0720  
District II  
811 S. First St., Artesia, NM 88210  
Phone: (575) 748-1283 Fax: (575) 748-9720  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
Phone: (505) 334-6178 Fax: (505) 334-6170  
District IV  
1220 S. St. Francis Dr., Sante Fe, NM 87505  
Phone: (505) 476-3460 Fax: (505) 476-3462

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number <b>025-44282</b>	<sup>2</sup> Pool Code <b>57958</b>	<sup>3</sup> Pool Name
<sup>4</sup> Property Code	<sup>5</sup> Property Name <b>HUNTER 21 STATE COM</b>	<sup>6</sup> Well Number <b>#604H</b>
<sup>7</sup> OGRID No.	<sup>8</sup> Operator Name <b>EOG RESOURCES, INC.</b>	<sup>9</sup> Elevation <b>3431'</b>

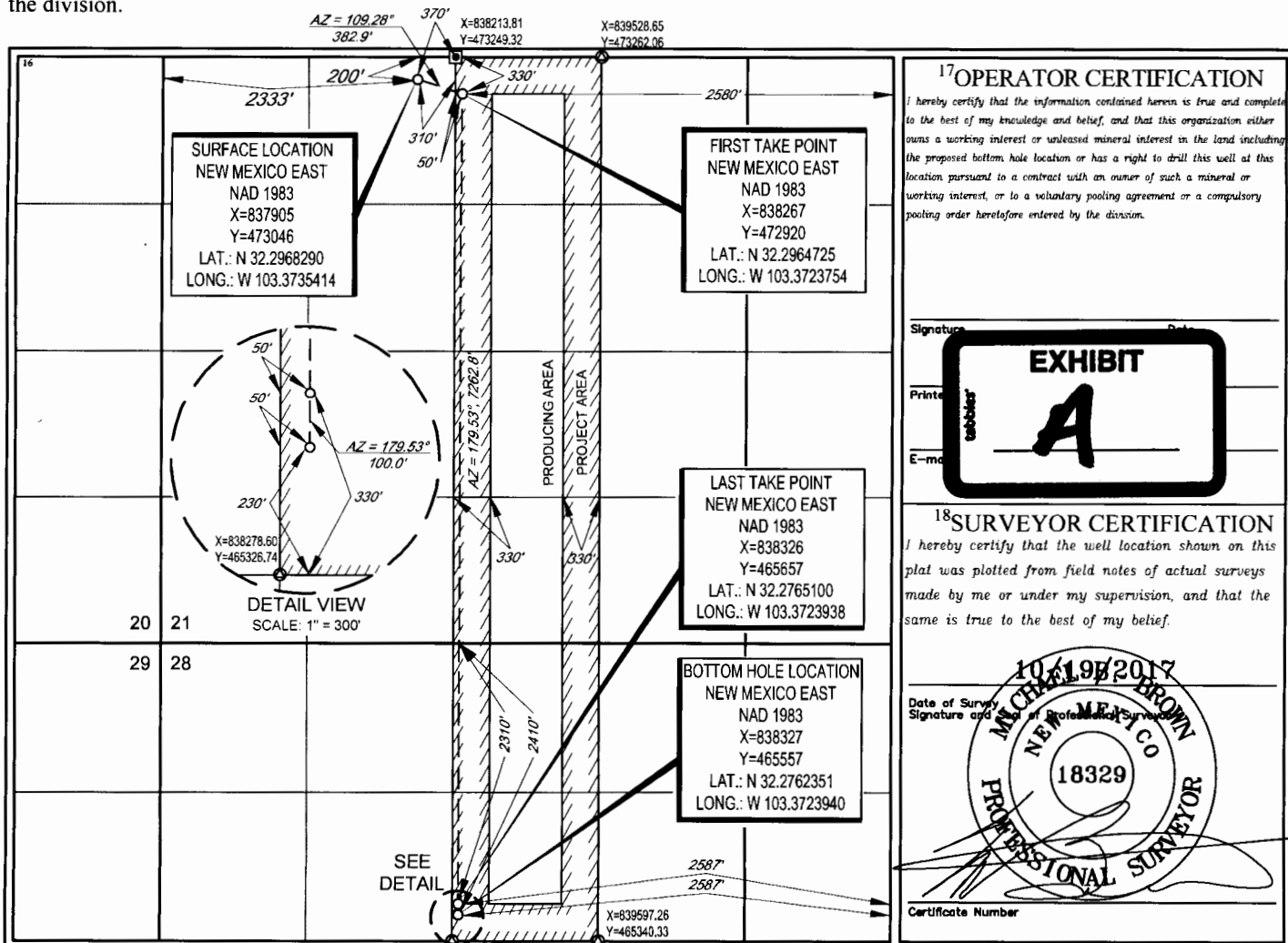
<sup>10</sup>Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<b>C</b>	<b>21</b>	<b>23-S</b>	<b>35-E</b>	<b>-</b>	<b>200'</b>	<b>NORTH</b>	<b>2333'</b>	<b>WEST</b>	<b>LEA</b>

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<b>G</b>	<b>28</b>	<b>23-S</b>	<b>35-E</b>	<b>-</b>	<b>2410'</b>	<b>NORTH</b>	<b>2587'</b>	<b>EAST</b>	<b>LEA</b>

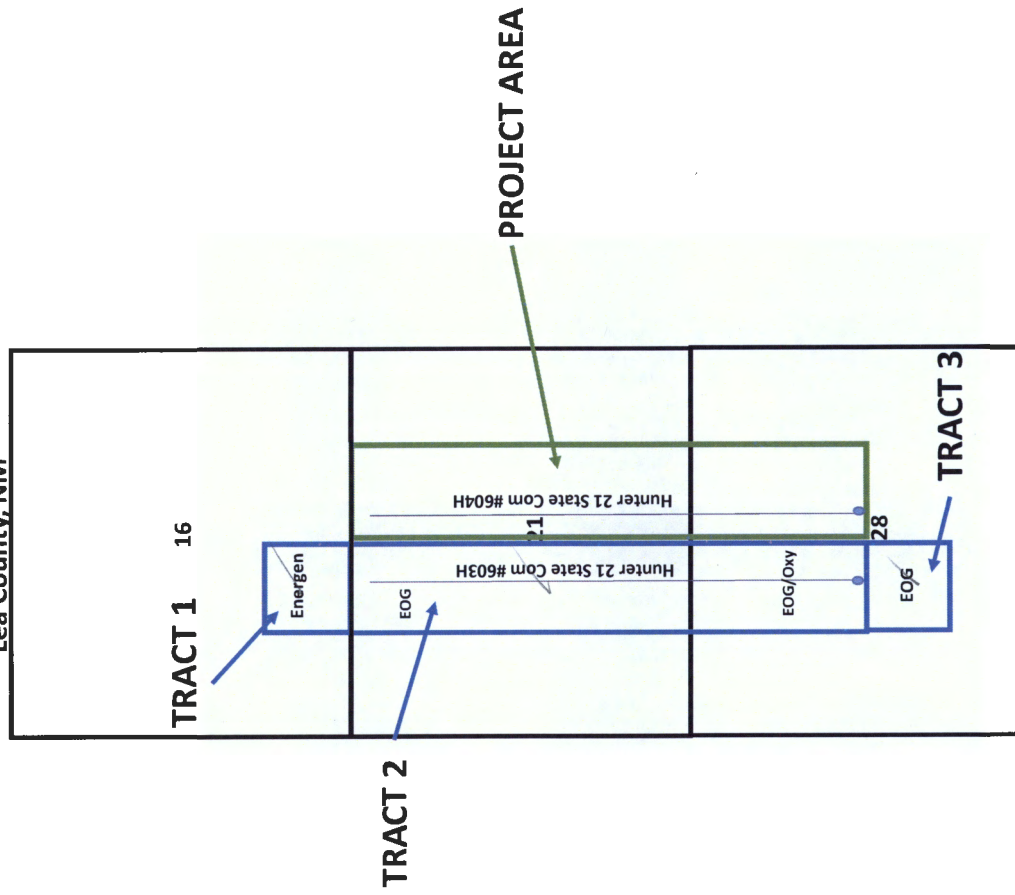
<sup>12</sup> Dedicated Acres <b>240</b>	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



T23S-R35E

Lea County, NM



**Exhibit C**

Energen Resources Corporation  
ATTN: Conner Stewart  
605 Richard Arrington, Jr. Blvd. North  
Birmingham, AL 35203  
70172620000113601751





## Shipment Confirmation Acceptance Notice

### A. Mailer Action

**Note to Mailer:** The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

EOG Resources, Inc - Hunter 21 State  
Com No. 604H Well -  
PS3877\_92750901193562000007879462

Shipment Date: 04/05/2018

Shipped From:

Name: HOLLAND & HART LLP

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	2
Total	2

\*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

### B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.  
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0007 8794 62



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

Date: March 25<sup>th</sup>, 2018  
To: State of New Mexico Oil Conservation Division  
Re: Hunter 21 State Com #602H

To whom it may concern:

This letter serves to notice that EOG Resources, Inc. ("EOG") is the operator of the Hunter 21 State Com #602H well. EOG is also the operator of the adjoining spacing unit located in the E/2W/2 Section 21-T23S-R35E and E/2NW/4 Section 28-T23S-R35E, Lea County, New Mexico. Ownership is common in both spacing units. EOG owns 100% Working Interest in the NE/4SW/4-28-23S-35E, Lea County, New Mexico.

Sincerely,

EOG Resources, Inc.

By:   
Charles Bassett  
Land Specialist







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

April 5, 2018

**VIA CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

**TO AFFECTED PARTIES**

**Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Hunter 21 State Com No. 604H Well in the W/2 E/2 of Section 21 and the W/2 NE/4 of Section 28, Township 23 South, Range 35 East, N.M.P.M., Lea County, New Mexico.**

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Chuck Bassett  
EOG Resources, Inc.  
(432) 686-3720  
Charles\_Bassett@eogresources.com

Sincerely,

A handwritten signature in black ink, appearing to read "Adam G. Rankin", with a stylized flourish at the end.

**Adam G. Rankin**  
**ATTORNEY FOR EOG RESOURCES, INC.**

**Holland & Hart LLP**

**Phone** [505] 988-4421 **Fax** [505] 983-6043 **www.hollandhart.com**

110 North Guadalupe Suite 1 Santa Fe, New Mexico 87501 **Mailing Address** P.O. Box 2208 Santa Fe, NM 87504-2208

Aspen Boulder Carson City Colorado Springs Denver Denver Tech Center Billings Boise Cheyenne Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C. ☐



# Firm Mailing Book For Accountable Mail

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