

NSL-7714

Revised March 23, 2017

RECEIVED: 4/24/18	REVIEWER: LRL	TYPE: NSL	APP NO: PLEL1811458515
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

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

Applicant: EOG Resources, Inc. **OGRID Number:** 7377
Well Name: Convoy 28 State Com No. 602H Well **API:** 30-025-44261
Pool: Bone Spring, East **Pool Code:** 96682

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

- ☒ Notice Complete
☒ 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 24, 2018

Date

505-988-4421

Phone Number

agrarkin@hollandhart.com

e-mail Address



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

April 24, 2018

VIA HAND DELIVERY

APR 24 2018 4:02:50

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 Convoy 28 State Com No. 602H Well in the W/2 E/2 of Sections 28 and 33, 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 **Convoy 28 State Com No. 602H Well** (API No. 30-025-44261) to be completed within the Triste Draw; Bone Spring, East (Pool No. 96682) underlying Sections 28 and 33, Township 24 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 538 feet from the north line and 1,215 feet from the east line (Unit A) of Section 28. The upper most perforation will be located 330 feet from north line and 1,380 feet from the east line (Unit B) of Section 28 and the lower most perforation will be 330 feet from the south line and 1,380 feet from the east line (Unit O) of Section 33. 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 northeastern, eastern, and southeastern boundaries of the project area.

Exhibit A is a Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Convoy 28 State Com No. 602H Well** encroaches on the spacing and proration units to the northeast, east, and southeast.

Exhibit B is a land plat for Sections 28 and 33 and the surrounding sections that shows the proposed **Convoy 28 State Com No. 602H Well** in relation to adjoining units and existing wells.

Exhibit C is a list of the parties affected by the encroachment to the northeast, east, and southeast. Notice has been provided to the overriding royalty interest owners in the spacing unit

HOLLAND & HART^{LLP}



to the east. 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.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "A. Rankin".

Adam G. Rankin
ATTORNEY FOR EOG RESOURCES, INC.

cc: New Mexico State Land Office



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

April 24, 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 Convoy 28 State Com No. 602H Well in the W/2 E/2 of Sections 28 and 33, Township 24 South, Range 33 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 Moran
EOG Resources, Inc.
(432) 686-3684
Charles_Moran@eogresources.com

Sincerely,

Adam G. Rankin
ATTORNEY FOR EOG RESOURCES, INC.

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., Santa Fe, NM 87505
Phone (505) 476-3460 Fax (505) 476-1462

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

HOBBES OCD
FEB 10 2018
RECEIVED

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-44261		² Pool Code 96682		³ Pool Name Triste Draw; Bone Spring, East	
⁴ Property Code 317294		⁵ Property Name CONVOY 28 STATE COM			⁶ Well Number #602H
⁷ GRID No. 7377		⁸ Operator Name EOG RESOURCES, INC.			⁹ Elevation 3525'

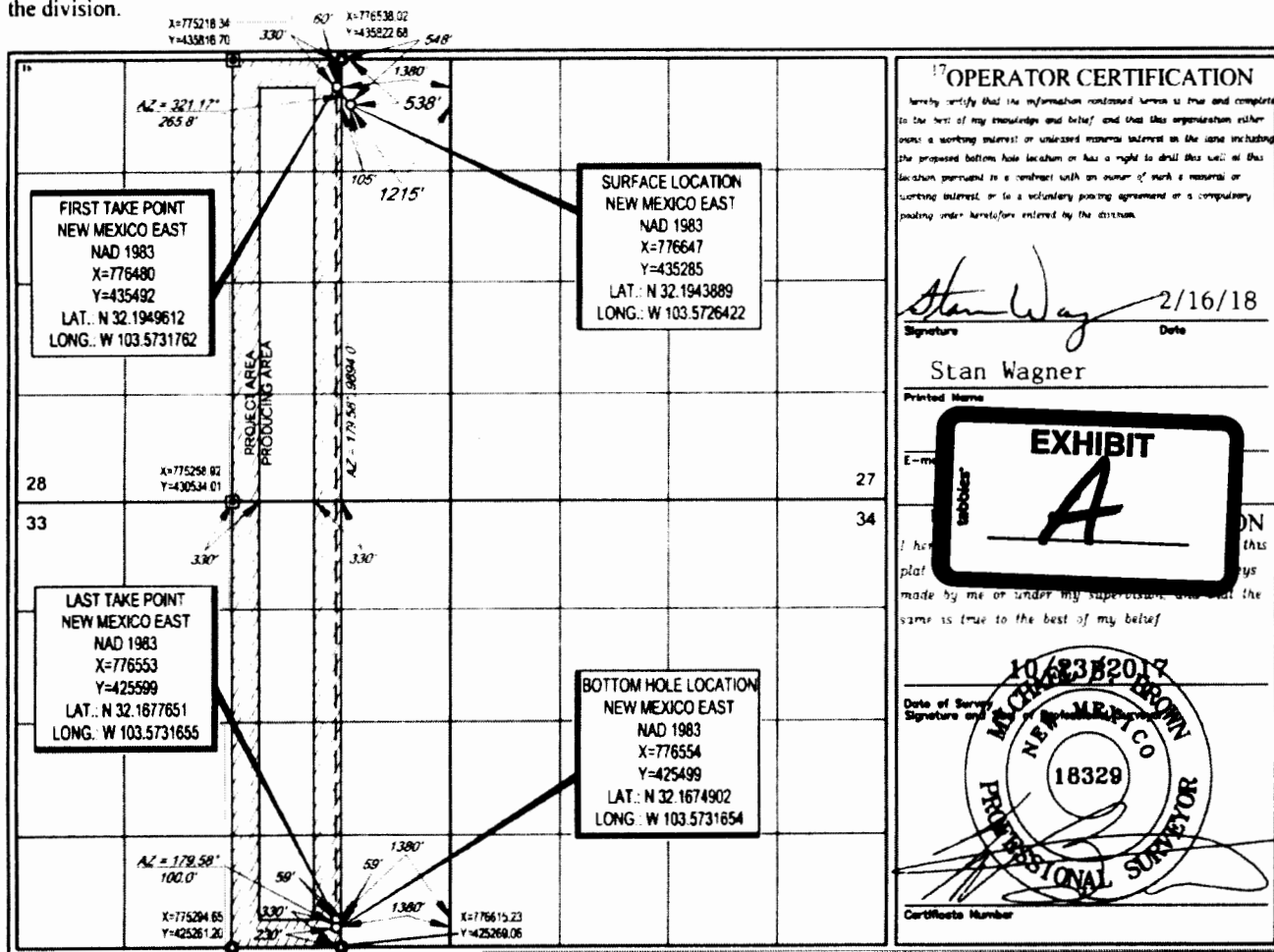
¹⁰Surface Location

U/L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	28	24-S	33-E	-	538'	NORTH	1215'	EAST	LEA

U/L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
0	33	24-S	33-E	-	230'	SOUTH	1380'	EAST	LEA

¹¹ Dedicated Acres 320	¹² Joint or Infill	¹³ Consolidation Code	¹⁴ 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.



[illegible]

Affected Parties

5

Exhibit C

Murchison Oil & Gas, Inc.
7250 Dallas Parkway, Suite 1400
Dallas, TX 75024

EOG Y Resources, Inc.
P.O. Box 2267
Midland, TX 79702

EOG A Resources, Inc.
P.O. Box 2267
Midland, TX 79702

EOG M Resources, Inc.
P.O. Box 2267
Midland, TX 79702

EOG Resources Assets LLC
P.O. Box 2267
Midland, TX 79702

John A. Yates
P.O. Box 900
Artesia, NM 88211-0900

Sharbro Energy, LLC
P.O. Box 840
Artesia, NM 88211-0840

Oxy Y-1 Company
P.O. Box 4294
Houston, TX 77210-4294

Murchison Bone Springs Drilling
Program 1, LLC
7250 Dallas Parkway, Suite 1400
Dallas, TX 75024

COG Production LLC
600 W Illinois Ave
Midland, TX 79701

Highland (Texas) Energy Company
7557 Rambler Road, Suite 918
Dallas, TX 75231

VEI Partners, L.P.
Attn: Austin Adams
2602 McKinney Ave, Suite 330
Dallas, TX 75204

Saguaro Resources, Inc.
5705 Pinehurst
Farmington, NM 87402-5018

MEC Petroleum Corporation
P.O. Box 11265
Midland, TX 79702





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 - Convoy 28 State Com No. ~~70411~~ ⁶⁰²⁴ Well
CM# 44497.0001 20170423
SLO List

Shipment Date: 04/23/2018

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	1
Total	1

*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 0008 1392 20



Firm Mailing Book For Accountable Mail

Name and Address of Sender	USPS Tracking/Article Number	Addressee (Name, Street, City, State, & ZIP Code™)	Postage	(Extra Service) Fee	Handling Charge - if Registered and over \$50,000 in value	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501	9214 8901 9403 8305 7141 78	NEW MEXICO STATE LAND OFFICE PO Box 1148 SANTA FE NM 87504-1148	0.68	3.45							1.50			
Total Number of Pieces Listed by Sender	1	Total Number of Pieces Received at Post Office	Postmaster, Per (Name of receiving employee)											



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 - Convoy 28 State ComNo 602H Well

CM# 44497.0129 20180424

Merged Aff Parties List

Shipment Date: 04/24/2018

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	26
Total	26

*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.

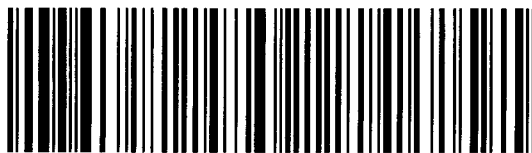
B. USPS Action

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 0008 1570 40



Firm Mailing Book For Accountable Mail

Name and Address of Sender Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		Check type of mail or service ☐ Adult Signature Required ☐ Priority Mail Express ☐ Adult Signature Restricted Delivery ☐ Registered Mail ☒ Certified Mail ☐ Return Receipt for Merchandise ☐ Certified Mail Restricted Delivery ☐ Signature Confirmation ☐ Collect on Delivery (COD) ☐ Signature Confirmation ☐ Insured Mail ☐ Signature Confirmation ☐ Priority Mail ☐ Restricted Delivery										Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.													
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)										Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee	
1. 9214 8901 9403 8305 7347 63		Murchison Oil and Gas Inc Rachel Rushing Land Manager 7520 Dallas Parkway Suite 1400 Dallas TX 75024										0.49	3.45								1.50				
2. 9214 8901 9403 8305 7347 70		EOG Y Resources Inc Wendy Dalton Land Manager PO BOX 2267 Midland TX 79702										0.49	3.45								1.50				
3. 9214 8901 9403 8305 7347 87		EOG A Resources Inc Wendy Dalton Land Manager PO BOX 2267 Midland TX 79702										0.49	3.45							1.50					
4. 9214 8901 9403 8305 7347 94		EOG M Resources Inc Wendy Dalton Land Manager PO BOX 2267 Midland TX 79702										0.49	3.45							1.50					
5. 9214 8901 9403 8305 7348 00		EOG Resources Assets LLC Wendy Dalton Land Manager PO BOX 2267 Midland TX 79702										0.49	3.45							1.50					
6. 9214 8901 9403 8305 7348 17		John A Yates PO BOX 900 Midland TX 88211										0.49	3.45							1.50					
7. 9214 8901 9403 8305 7348 24		Shutbro Energy LLC Hannah Palomin Land Manager PO BOX 840 Artesia NM 88211										0.49	3.45							1.50					
8. 9214 8901 9403 8305 7348 31		OXY Y-1 Company John Schneider Team Lease Lead PO BOX 4284 Houston TX 77210										0.49	3.45							1.50					
Total Number of Pieces Listed by Sender 26		Postmaster, Per (Name of receiving employee)																							



Firm Mailing Book For Accountable Mail

Name and Address of Sender Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		Check type of mail or service ☐ Adult Signature Required ☐ Adult Signature Restricted Delivery ☒ Certified Mail ☐ Certified Mail Restricted Delivery ☐ Collect on Delivery (COD) ☐ Insured Mail ☐ Priority Mail ☐ Priority Mail Express ☐ Registered Mail ☐ Return Receipt for Merchandise ☐ Signature Confirmation ☐ Signature Confirmation Restricted Delivery		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.												
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)		Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
9.	9214 8901 9403 8305 7348 48	Murchison Bone Springs Drilling Program 1 LLC Rachel Rushing Land Manager 7250 Dallas Parkway Suite 1400 Dallas TX 75024		0.49	3.45								1.50			
10.	9214 8901 9403 8305 7348 55	COG Production LLC Land Manager 600 W Illinois Avenue Midland TX 79701		0.49	3.45								1.50			
11.	9214 8901 9403 8305 7348 62	Highland (Texas) Energy Company Land Manager 7557 Rambler Road Suite 918 Dallas TX 75231		0.49	3.45								1.50			
12.	9214 8901 9403 8305 7348 79	VEI Partners LP Attn: Austin Adams 2602 McKinney Avenue Suite 330 Dallas TX 75204		0.49	3.45								1.50			
13.	9214 8901 9403 8305 7348 86	Baber Well Servicing Company Guy Babper PO BOX 1772 Hobbs NM 88241		0.49	3.45								1.50			
14.	9214 8901 9403 8305 7348 93	AG Hill acting by and through A G Hill Company A G Hill 1601 Elm Street Suite 6000 Dallas TX 75201		0.49	3.45								1.50			
15.	9214 8901 9403 8305 7349 09	Endurance Properties Inc Jason South Land Manager 15455 Dallas Parkway Suite 1050 Addison TX 75001		0.49	3.45								1.50			
16.	9214 8901 9403 8305 7349 16	Occidental Permian Limited Partnership 5 Greenway Plaza Suite 110 Houston TX 77046		0.49	3.45								1.50			
Total Number of Pieces Listed by Sender 26		Postmaster, Per (Name of receiving employee)														



Firm Mailing Book For Accountable Mail

Name and Address of Sender Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		Check type of mail or service ☐ Adult Signature Required ☐ Adult Signature Restricted Delivery ☒ Certified Mail ☐ Certified Mail Restricted Delivery ☐ Collect on Delivery (COD) ☐ Insured Mail ☐ Priority Mail ☐ Priority Mail Express ☐ Registered Mail ☐ Return Receipt for Merchandise ☐ Signature Confirmation ☐ Signature Confirmation Restricted Delivery		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.												
USPS Tracking/Article Number		Addressee (Name, Street, City, State, & ZIP Code™)		Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
17.	9214 8901 9403 8305 7349 23	Chester J Donnelly Jr as Trustee of the Margaret Hunt Hill Eliaa M Hill Trust 2101 Cedar Springs Road Suite 1800 Dallas TX 75201		0.49	3.45								1.50			
18.	9214 8901 9403 8305 7349 30	Chester J Donnelly Jr as Trustee of the Margaret Hunt Hill - Heather V Hill Trust 2101 Cedar Springs Road Suite 1800 Dallas TX 75201		0.49	3.45								1.50			
19.	9214 8901 9403 8305 7349 47	David Pickett as Trustee of the Albert Hill Trust 2101 Cedar Springs Road Suite 1800 Dallas TX 75201		0.49	3.45								1.50			
20.	9214 8901 9403 8305 7349 54	A Kimbrough Davis as Trustee of the Margaret Hunt Hill - A G Hill III Trust 1800 Peachtree Street NE Suite 1600 Atlanta GA 30309		0.49	3.45								1.50			
21.	9214 8901 9403 8305 7349 61	A Kimbrough Davis as Trustee of the Margaret Hunt Hill - A G Hill III Trust 2101 Cedar Springs Road Suite 1800 Dallas TX 75201		0.49	3.45								1.50			
22.	9214 8901 9403 8305 7349 78	Legacy Trust Company L T A as Trustee to the Margaret Hunt Hill - Wesley Hill Wisenbaker Trust 2102 Cedar Springs Road Suite 1800 Dallas TX 75201		0.49	3.45								1.50			
23.	9214 8901 9403 8305 7349 85	Legacy Trust Company L T A as Trustee for the Margaret Hunt Hill - Margretta Hill Wilent Trust 2103 Cedar Springs Road Suite 1800 Dallas TX 75201		0.49	3.45								1.50			
24.	9214 8901 9403 8305 7349 92	Legacy Trust Company L T A as Trustee for the Margaret Hunt Hill - Cody Macalthur Wilent Trust 2104 Cedar Springs Road Suite 1800 Dallas TX 75201		0.49	3.45								1.50			
Total Number of Pieces Listed by Sender 26		Postmaster, Per (Name of receiving employee)														



Firm Mailing Book For Accountable Mail

[illegible]

Total Number of Pieces Listed by Sender	Total Number of Pieces Received at Post Office	Postmaster, Per (Name of receiving employee)
26		

Lowe, Leonard, EMNRD

NSL- 7714

From: Adam Rankin <AGRankin@hollandhart.com>
Sent: Wednesday, May 16, 2018 4:56 PM
To: Lowe, Leonard, EMNRD
Subject: RE: NSL for EOG Convoy 28 State Com Well No. 602H

Leonard,

Thank you. The requested unorthodox location is so EOG can achieve their preferred well spacing for horizontal wells in this area and thereby prevent waste. Please let me know if you have any further questions.

Very best,
Adam

From: Lowe, Leonard, EMNRD [mailto:Leonard.Lowe@state.nm.us]
Sent: Wednesday, May 16, 2018 4:44 PM
To: Adam Rankin <AGRankin@hollandhart.com>
Subject: RE: NSL for EOG Convoy 28 State Com Well No. 602H

?

From: Lowe, Leonard, EMNRD
Sent: Monday, May 14, 2018 12:18 PM
To: 'Adam Rankin' <AGRankin@hollandhart.com>
Subject: NSL for EOG Convoy 28 State Com Well No. 602H
Importance: High

Mr. Adam G. Rankin,

Good afternoon,

The submitted NSL application for the above subject applicant and well does not state the reason for the Unorthodox request.

Please provide.

Thank you,

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

From: [Lowe, Leonard, EMNRD](#)
To: ["Adam Rankin"](#)
Cc: [Sharp, Karen, EMNRD](#); [Brown, Maxey G, EMNRD](#); [Kautz, Paul, EMNRD](#); [McMillan, Michael, EMNRD](#); [Jones, William V, EMNRD](#); [Goetze, Phillip, EMNRD](#); [Dawson, Scott, EMNRD](#); [Martin, Ed](#); [Holm, Anchor E.](#); ["lisa@rwbyram.com"](#)
Subject: APPROVED NSL-7714_EOG Resources, Inc. _Convoy 28 State Com Well No. 602H _SEC 28 24S 33E
Date: Thursday, May 17, 2018 3:54:00 PM
Importance: High

Mr. Adam G. Rankin,

The following administrative order has been issued and will soon be available on the Division's web site.

<http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

Applicant: EOG Resources, Inc. [7377]

NSL-7714

WELL: Convoy 28 State Com Well No. 602H [API #: 30-025-44261]

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/>