

NSL-7703

Revised March 23, 2017

RECEIVED: 4/19/2018	REVIEWER: LRL	TYPE: NSL	APP NO: DMA 1810951469 APR 19 2018 AM 09:43
------------------------	------------------	--------------	---------------------------------------------------

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: Nautilus 16 State Com No. 712H Well	API: 30-025-44366
Pool: Upper Wolfcamp	Pool Code: 98105

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 19, 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 19, 2018

VIA HAND DELIVERY

APR 19 2018 4:09:43

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 Nautilus 16 State Com No. 712H Well in the W/2 E/2 of Section 16, Township 26 South, Range 34 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 **Nautilus 16 State Com No. 712H Well** (API No. 30-025-44366) to be completed within the WC-025 G-09 S263416B; Upper Wolfcamp (Pool Code 98105) underlying Section 16, Township 26 South, Range 34 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 170 feet from the north line and 1,966 feet from the east line (Unit B) of Section 16. The upper most perforation will be located 330 feet from north line and 2,430 feet from the east line (Unit B) of Section 16 and the lower most perforation will be 330 feet from the south line and 2,430 feet from the east line (Unit O) of Section 16. 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 100% working interest owner in all of Section 16. 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 the Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Nautilus 16 State Com No. 712H Well** encroaches on the spacing and proration units to the northwest, west, and southwest.

Exhibit B is a land plat for Sections 16 and the surrounding sections that shows the proposed **Nautilus 16 State Com No. 712H Well** in relation to adjoining units and existing wells.

Exhibit C is a list of the parties affected by the encroachment to the northwest and southwest. As described above, EOG is the 100% working interest owner in all of Section 16. Accordingly, there are no affected parties in the spacing units to the west of the proposed well. The only affected parties are in the spacing unit to the northwest and southwest. 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 EOG is the 100% working interest owner in all of Section 16.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read 'Adam G. Rankin', written over a horizontal line.

Adam G. Rankin
ATTORNEY FOR EOG RESOURCES, INC.

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

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) 476-3462

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

¹ API Number	² Pool Code	³ Pool Name
⁴ Property Code	⁵ Property Name NAUTILUS 16 STATE COM	⁶ Well Number #712H
⁷ OGRID No.	⁸ Operator Name EOG RESOURCES, INC.	⁹ Elevation 3323'

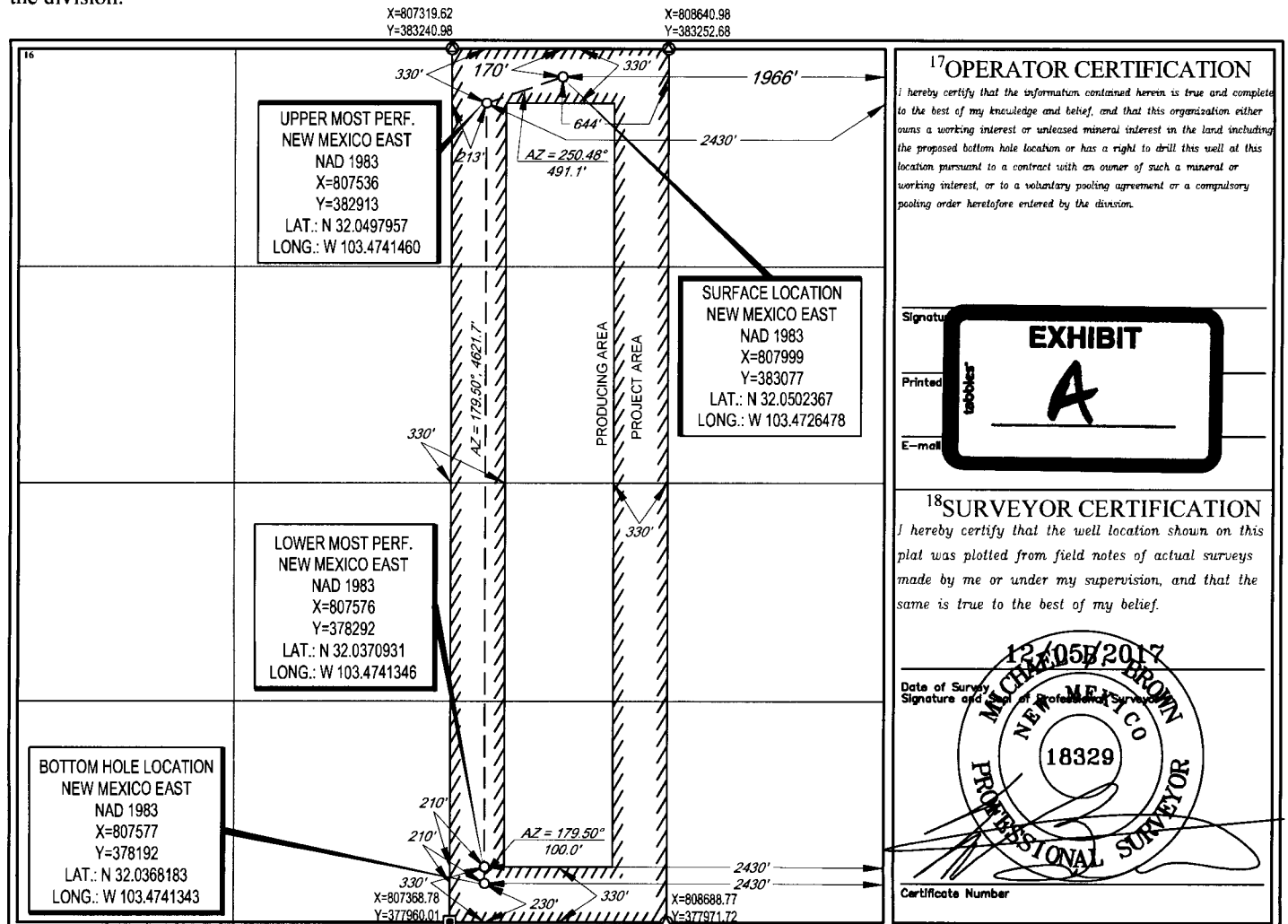
¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	16	26-S	34-E	-	170'	NORTH	1966'	EAST	LEA

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
O	16	26-S	34-E	-	230'	SOUTH	2430'	EAST	LEA

¹² Dedicated Acres 160.00	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.



T26S-R34E
Lea County, New Mexico

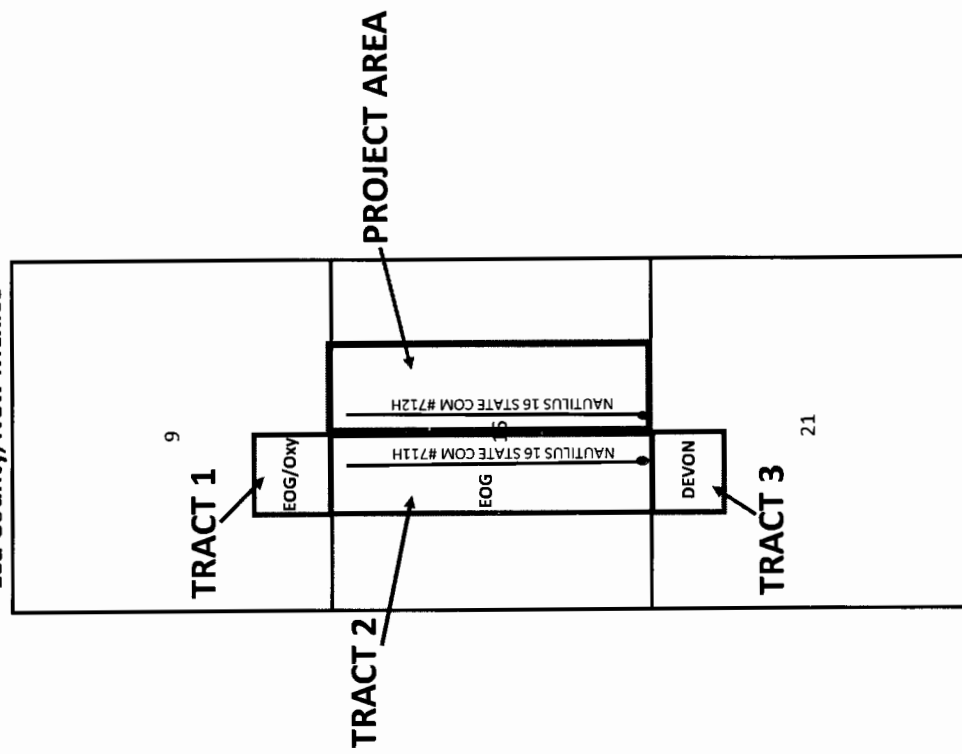
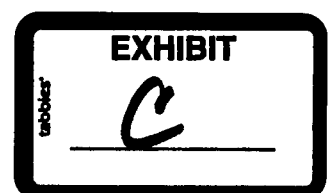


Exhibit C

Oxy Y-1 Company
Attn: Nicole Singer
5 Greenway Plaza, Suite 110
Houston, TX 77046

Devon Energy Production Company LP
Attn: Melissa Miller
333 W Sheridan Avenue
Oklahoma City, OK 73102





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 - Nautilus 16 State ComNo 712H Well
CM# 44497.0129 20180419
Mailing list

Shipment Date: 04/18/2018

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 0008 0820 90



Firm Mailing Book For Accountable Mail

[illegible]



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

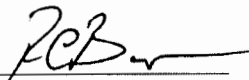
Date: April 5th, 2018
To: State of New Mexico Oil Conservation Division
Re: Nautilus 16 State Com #712H

To whom it may concern:

This letter serves to notice that EOG Resources, Inc. owns 100% Working Interest in ALL of Section 16-T26S-R34E, 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 19, 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 Nautilus 16 State Com No. 712H Well in the W/2 E/2 of Section 16, Township 26 South, Range 34 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,

Adam G. Rankin
ATTORNEY FOR EOG RESOURCES, INC.

From: [Lowe, Leonard, EMNRD](#)
To: ["Adam Rankin"](#)
Cc: [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-7703_EOG Resources, Inc. _Nautilus 16 State Com Well No. 712H _SEC 16 26S 34E
Date: Tuesday, May 15, 2018 1:14:00 PM
Importance: High

Mr. Adam 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-7703

WELL: Nautilus 16 State Com Well No. 712H [API #: 30-025-44366]

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/>