



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

January 9, 2006

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

EOG Resources, Inc.
P. O. Box 2267
Midland, Texas 79702

Attention: Mike Francis

RE: Administrative application (Division Administrative Application Reference No. pSEM0-534731570) for EOG Resources, Inc.'s proposed Danube "14" Fed. Com. Well No. 2H (API No. 30-015-34494) to be directional drilled as a horizontal well within the Undesignated Northeast Collins Ranch-Wolfcamp Gas Pool (96623) from a surface location 230 feet from the South line and 330 feet from the East line (Unit P) of Section 14, Township 17 South, Range 24 East, NMPM, Eddy County, New Mexico, to a targeted bottomhole location, or end point, 660 feet from the North line and 760 feet from the East line (Unit A) of Section 14.

Dear Mr. Francis:

Your preliminary letter of application for the above described well was received on December 12, 2005. Since the path of the proposed wellbore appears that it will be unorthodox pursuant to Division Rules 104.C (2) (b), 111.A (7) and (13), and 111.C (2), please submit the appropriate supplemental information required for an exception to the footage setback requirements pursuant to Division Rules 104.F (1) and 1210.A (2).

Thank you. Should you have any questions, please contact your legal counsel, Mr. William F. Carr with Holland & Hart, LLP in Santa Fe, New Mexico at (505) 988-4421. Thank you.

Sincerely,

Michael E. Stogner
Staff Petroleum Engineer

MS/ms

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad
Mr. William F. Carr - Santa Fe