

RECEIVED: 06/02/22	REVIEWER: LRL	TYPE: NSL	APP NO: pLEL2215758571
--------------------	---------------	-----------	------------------------

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. 402H API: 30-025-50195
Pool: Triste Draw; 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.

Jordan Kessler

Print or Type Name

Jordan Kessler

Signature

Digitally signed by Jordan Kessler
Date: 2022.06.02 16:38:57 -0600

6/2/22

Date

432 488 6108

Phone Number

jordan_kessler@eogresources.com

e-mail Address



Jordan Lee Kessler
Phone: (432) 488-6108
Email: jordan_kessler@eogresources.com

June 2, 2022

VIA ONLINE FILING

Adrienne Sandoval, Director
Oil Conservation Division
New Mexico Department of Energy, Minerals, and Natural Resources
1220 South St. 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. 402H well in the W/2E/2 of Sections 28 and 33, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico.

Dear Director Sandoval,

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its **Convoy 28 State Com No. 402H** well (API No. 30-025-50195). This well has not yet been drilled. The spacing unit dedicated to the well is comprised of the W/2E/2 of Sections 28 and 33, Township 24 South, Range 33 East, NMPM, Lea County, New Mexico and is within the Triste Draw; Bone Spring, East Pool (96682). The horizontal spacing unit for the well is approximately 320 acres and does not include proximity wells.

The well will be drilled as follows:

- The surface location is located 479 feet from the North line, 2242 feet from the East line (Unit B) of Section 28,
- The bottom hole location is located 100 feet from the South line, 2480 feet from the East line (Unit O) of Section 33,
- The first take point is located 100 feet from the North line, 2480 feet from the East line (Unit B) of Section 28,
- The last take point is located 100 feet from the South line, 2480 feet from the East line (Unit O) of Section 33.

The acreage is governed by the Division's statewide rules. Accordingly, the proposed completed interval is unorthodox because, as drilled, it is closer than the 330 feet to the western boundary. It encroaches on the spacing units in the E/2W/2 of Section 28 and 33. Approval of the unorthodox

location will allow EOG to use its preferred well spacing plan for horizontal wells, which will prevent waste, and reflects the as-drilled location of the well.

Exhibit A is the Form C-102 filed with the Division, showing the proposed unorthodox completed interval of the Convoy 28 State Com No. 402H well. The proposed completed interval encroaches on the spacing unit/tracts to the west.

Exhibit B is a plat that shows the Convoy 28 State Com No. 402H well in relation to the adjoining spacing units/tracts to the west.

EOG is the operator of the spacing units to the west, however, ownership is diverse between the subject spacing unit and the affected spacing unit/tracts to the west. **Exhibit C** is a certification from the landman indicating that he has reviewed the tracts affected by this request. Exhibit C includes a list of the affected parties and proof that a copy of this application, along with all attachments, was sent to the affected interest. This notice advises affected parties that any objection must be filed in writing with the Division within 20 days from the date the Division receives the application.

Exhibit D is a statement from a petroleum engineer providing justification for the requested non-standard location.

Thank you for your attention to this matter.

Very truly yours,



Jordan Kessler
Senior Regulatory Advisor

☐ AMENDED REPORT

S:\SURVEY\EOG MIDLAND\CONVOY 28 STATE\FINAL PRODUCTS\SILO CONVOY 28 STATE COM 402H REV1 C-102.DWG 5/23/2022 8:25:01 AM bzollinger

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 30-025-		² Pool Code	³ Pool Name
⁴ Property Code	⁵ Property Name CONVOY 28 STATE COM		⁶ Well Number 402H
⁷ OGRID No. 7377	⁸ Operator Name EOG RESOURCES, INC.		⁹ Elevation 3520'

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	28	24-S	33-E	-	479'	NORTH	2242'	EAST	LEA

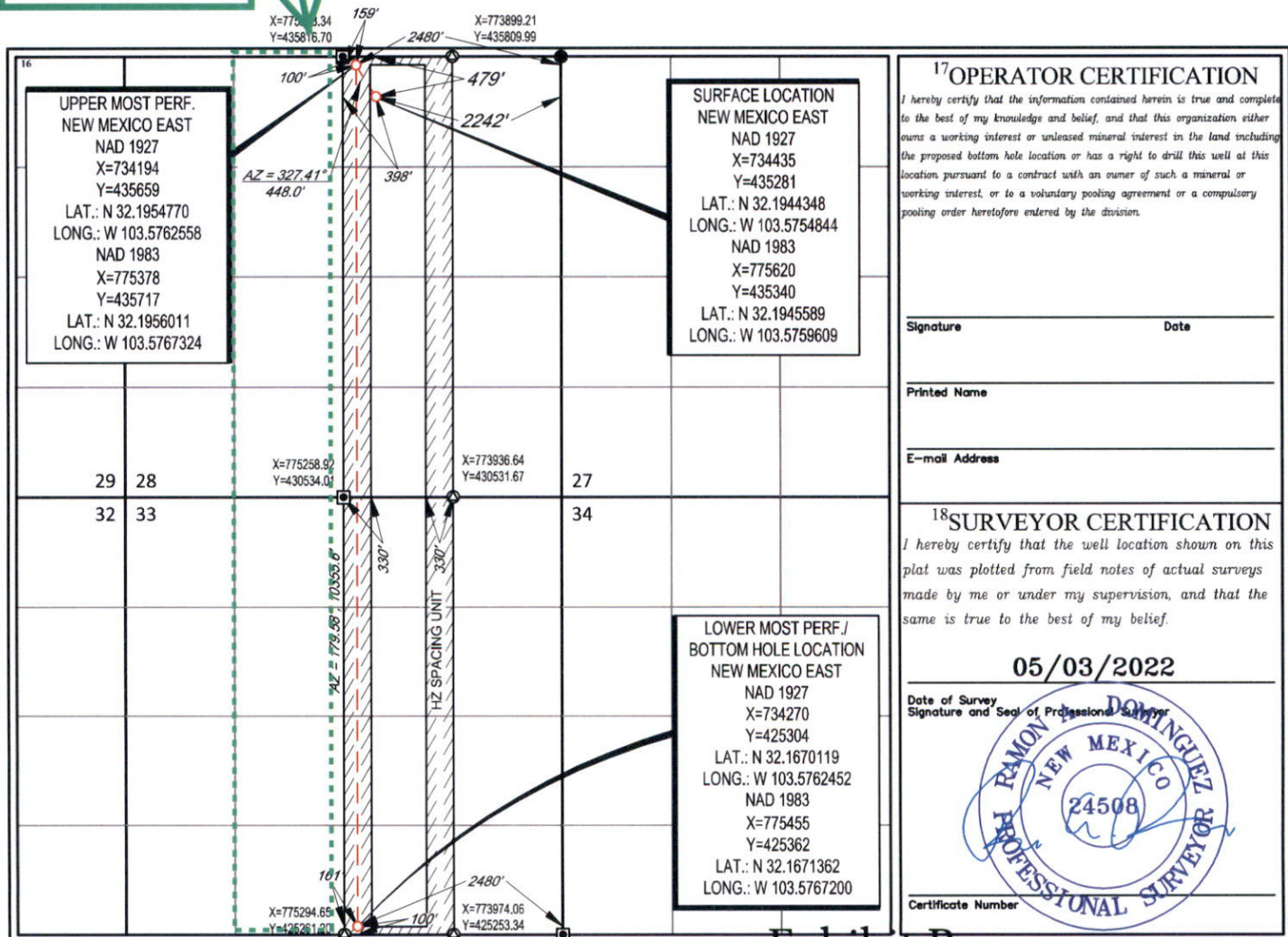
¹¹Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	28	24-S	33-E	-	100'	SOUTH	2480'	EAST	LEA

¹⁴Consolidation Code¹⁵Order No.

Tract 1 - Offset
spacing unit
(Caravan) EOG is
the Operator.
Notice provided to
affected parties

to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.



S:\SURVEY\EOG_MIDLAND\CONVOY_28_STATE\FINAL_PRODUCT\MXD\CONVOY_28_STATE_COM_402H_REV1_C-102.DWG 5/23/2022 8:25:01 AM bzollinger

Exhibit B



P.O. Box 2267, Midland, Texas 79702
Phone: (432) 686-3600 Fax: (432) 686-3773

May 23, 2022

Certification of Ownership

I have reviewed the ownership of the oil and gas leasehold in Sections 28 & 33 -24S-33E, Lea County, New Mexico, for purposes of the unorthodox location for EOG's Convoy 28 State Com #402H well located in the W/2E/2 of Sections 28 & 33-24S-33E. As of the date of this letter, the affected parties are:

See Attached EXHIBIT "A"

Sincerely,

EOG Resources, Inc.

Matthew Gray

Matthew Gray
Landman

Exhibit C



P.O. Box 2267, Midland, Texas 79702
Phone: (432) 686-3600 Fax: (432) 686-3773

EXHIBIT "A"

Tract 1

Name	Address	Interest Type
ACCELERATE RESOURCES OPERATING	7950 LEGACY DR STE 500 PLANO, TX 75024-4163	Working Interest
EOG RESOURCES INC	P O BOX 4362 HOUSTON, TX 77210-4362	Working Interest
HIGHLAND TEXAS ENERGY CO	STE 106 11886 GREENVILLE AVENUE DALLAS, TX 75243-0000	Working Interest
MEC PETROLEUM CORP	P O BOX 11265 MIDLAND, TX 79702-0000	Working Interest
MURCHISON OIL AND GAS LLC	LEGACY TOWER ONE SUITE 1400 7250 DALLAS PARKWAY PLANO, TX 75024-0000	Working Interest
OXY Y 1 COMPANY	P O BOX 27570 HOUSTON, TX 77227-7570	Working Interest
REGIONS ENERGY II LLC	PO BOX 10971 MIDLAND, TX 79702-0000	Working Interest
SHARBRO ENERGY LLC	POA ELIZABETH BAKER P O BOX 840 ARTESIA, NM 88211-0840	Working Interest
TAP ROCK RESOURCES LLC	SUITE 200 523 PARK POINT DR GOLDEN, CO 80401-0000	Working Interest
VLADIN LLC	PO BOX 100 ARTESIA, NM 88211-0900	Working Interest
STATE OF NEW MEXICO	C/O TAXATION & REVENUE DEPT MANVEL LUJAN SR BLDG DO NOT MAIL SANTE FE, NM 87504-0000	Royalty Interest



Jordan Lee Kessler
Phone: (432) 488-6108
Email: jordan_kessler@eogresources.com

June 2, 2022

VIA CERTIFIED MAIL

TO: AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Convoy 28 State Com No. 402H well in the W/2E/2 of Sections 28 and 33, Township 24 South, Range 33 East, NMPM, 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:

Matthew Gray
EOG Resources, Inc.
(432) 686-3633
Matthew_gray@eogresources.com

Very truly yours,

A handwritten signature in blue ink, appearing to read "J. Kessler", written over the printed name.

Jordan Kessler
Senior Regulatory Advisor

Well Name	Date NSL Sent	Owners NSL Sent to	Certified Mail Tracking #
Convoy 28 State Com #402H	6/2/2022	Accelerate Resources Operating	7021 2720 0000 3946 2520
		Highland Texas Energy Co.	7021 2720 0000 3946 2537
		MEC Petroleum Corporation	7021 2720 0000 3946 2544
		Murchison Oil and Gas LLC	7021 2720 0000 3946 2551
		OXY Y-1 Company	7021 2720 0000 3946 2568
		Regions Energy II LLC	7021 2720 0000 3946 2575
		Sharbro Energy LLC	7021 2720 0000 3946 2582
		Tap Rock Resources LLC	7021 2720 0000 3946 2599
		Vladin LLC	7021 2720 0000 3946 2605
		New Mexico State Land Office	7021 2720 0000 3946 2612



5509 Champions Dr., Midland, Texas 79706
Phone: (432) 686-3600 Fax: (432) 686-3773

May 23, 2022

Re: EOG Resources, Inc. NSL Application
Convoy 28 State Com #402H (Well)
W/2 E/2 Section 28 & W/2 E/2 Section 33, T24S-R33E
Lea County, New Mexico

To Whom it may concern:

Considering the distance between wells in the development plan for the Bone Spring formation in Sections 28 & 33, T24S-R33E, EOG believes the non-standard location is necessary to develop the Bone Spring resource in an economic fashion.

The non-standard location also reflects the as-drilled location of the well. Based on analog Bone Spring wells along with geologic analysis, EOG believes placing the well at this location maintains optimal spacing to continue development of resources in the formation. Granting the exception will allow for more total production from the section and more efficient development of the asset therefore protecting correlative rights.

Sincerely

EOG Resources, Inc.

A handwritten signature in black ink, appearing to read "Tony Tran", written over a horizontal line.

Tony Tran
Senior Reservoir Engineer

Exhibit D

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 Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 113239

CONDITIONS

Operator: EOG RESOURCES INC P.O. Box 2267 Midland, TX 79702	OGRID: 7377
	Action Number: 113239
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	NSL - 8383 is approved. The approved Order can be retrieved at the following OCD: website. https://ocdimage.emnrd.nm.gov/imaging/AEOrderCriteria.aspx	6/6/2022