

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Dylan M. Fuge
Deputy Secretary (Acting)

Dylan M. Fuge, Director
Oil Conservation Division



Ms. Lisa Youngblood
lisa_youngblood@eogresources.com

Administrative Order NSP – 2173

ADMINISTRATIVE NON-STANDARD HORIZONTAL SPACING UNIT

EOG Resources, Inc. [OGRID 7377]

Onyx 35 Federal Com Well No. 501H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 502H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 503H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 504H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 505H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 506H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 507H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 508H [API No. 30-025-PENDING]
Onyx 35 Federal Com Well No. 601H [API No. 30-025-51915]
Onyx 35 Federal Com Well No. 602H [API No. 30-025-51908]

Section 36 and Section 26, T25S R34E, Lea County

Reference is made to your application received on September 11th, 2023.

You have requested approval of a non-standard horizontal spacing unit to be included in your proposed horizontal spacing unit, as follows:

Proposed Increased Horizontal Spacing Unit:

Description	Acres	Pool	Pool Code
All of Section 35	1280	Hardin Tank; Wolfcamp	96658
All of Section 26			

You have requested an exception pursuant to Rule 19.15.16.15(A)(3) NMAC, to approve a non-standard horizontal spacing unit consisting of the entire area described above as the horizontal spacing unit. The proposed horizontal spacing unit does not consist of a quarter section or equivalent in both sections, as required by Rule 19.15.16.15(B)(3) NMAC.

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We understand that you are seeking this exception for an allowance to create a non-standard horizontal spacing unit, comprised of the Proposed Horizontal Spacing Unit referenced above within Lea County, New Mexico.

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units which are to be being included.

You have requested this non-standard horizontal spacing unit to develop the acreage as a single communitized area, to efficiently locate surface facilities, to reduce surface disturbance, to consolidate roads, tanks and pipelines all within the Wolfcamp formation. Thereby, preventing waste underlying all of Section 35 and all of Section 26 all while protecting correlative rights within the referenced Horizontal Spacing Unit.

Pursuant to the authority conferred by Division Rule 19.15.16.15(B)(5) NMAC, the above-described **non-standard horizontal spacing unit is hereby approved**. Further, the Applicant may add additional wells to the horizontal spacing unit. The additional well(s) shall be designated to the same horizontal spacing unit and pool/formation. Submit a Change of Plans to the OCD's permitting website. Once submitted, email the Action ID number to the following e-mail address: ocd.engineer@emnrd.nm.gov of notice for additional wells.

General Provisions

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.



DYLAN M. FUGE
DIRECTOR
DMF/lrl

Date: 10/20/2023

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 278664

CONDITIONS

Operator: EOG RESOURCES INC P.O. Box 2267 Midland, TX 79702	OGRID: 7377
	Action Number: 278664
	Action Type: [IM-SD] Admin Order Support Doc (ENG) (IM-AAO)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	10/24/2023