State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham

Governor

Melanie A. Kenderdine Cabinent Secretary

Ben Shelton
Deputy Secretary

Erin Taylor
Deputy Secretary

Albert Chang
Division Director
Oil Conservation Division



Kayla McConnell kayla mcconnell@eogresources.com

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 9044

EOG Resources, Inc. [OGRID 7377] Vaca 24 Federal Well No. 583H API No. 30-025-54841

Reference is made to your application received on August 5th, 2025.

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	544 FSL & 2367 FWL	N	24	25S	33E	Lea
First Take Point	100 FSL & 2580 FEL	O	24	25S	33E	Lea
Last Take Point/	100 FNL & 2580 FEL	В	13	25S	33E	Lea
Terminus						

Proposed Horizontal Units

Description	Acres	Pool	Pool Code
E/2 Section 24	640	Red Hills; Lower Bone Spring	51020
E/2 Section 13			

You have requested to drill this horizontal well at an unorthodox well location described above in the referenced pool or formation. 19.15.16.15(B)(1)(a) NMAC governs this proposed well and provides that the operator shall dedicate to each horizontal oil well a standard horizontal spacing unit that comprises of one or more contiguous tracts that the horizontal well's completed interval penetrates, each of which consists of a governmental quarter - quarter section or equivalent. 19.15.16.15(C)(1)(a) NMAC governs the distance in the horizontal plane from any point in the completed interval to any outer boundary of the horizontal spacing unit, measured along a line

Administrative Order NSL – 9044 EOG Resources, Inc. Page 2 of 2

perpendicular to the completed interval or to the tangent thereof, shall be a minimum of 330 feet for an **oil** well. 19.15.16.15(C)(1)(b) NMAC governs the first and last take point of a horizontal well shall be no closer than 100 feet in the horizontal plane, to any outer boundary of the horizontal spacing unit.

The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(5)(a) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of Take Points referenced above, within the described Horizontal Spacing Unit.

This well's completed interval is as close as 60 feet to the western edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 13, encroachment to the E/2 W/2 Section 24, encroachment to the E/2 W/2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

The Division understands you are seeking this unorthodox location as your preferred well spacing plan for horizontal wells in order to prevent waste within the Bone Spring formation underlying the E/2 Section 24 and the E/2 Section 13. All while protecting correlative rights within the unit.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, Division approves this unorthodox location.

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as the Division deems necessary.

Albert ChangDivision Director

Albert Chang

AC/lrl

Date: 9/12/2025

ID NO. 492221	NSL - 9044

10. 172221	TIDL		
08/05/25	REVIEWER:	TYPE:	APP NO:

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 APPLI	ICATION CHECKLIST
THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE REGULATIONS WHICH REQUIRE PROCESSING	APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND
Applicant: EOG Resources Inc. Well Name: Vaca 24 Fed Com #583H	OGRID Number: 7377 API: 30-025-54841
Pool: Red Hills; Lower Bone Spring	Pool Code: 51020
SUBMIT ACCURATE AND COMPLETE INFORMATION I	
1) TYPE OF APPLICATION: Check those which apply A. Location – Spacing Unit – Simultaneous Dedi NSL NSP (PROJECT AREA)	
B. Check one only for [1] or [1] [1] Commingling – Storage – Measurement DHC CTB PLC PC [11] Injection – Disposal – Pressure Increase – WFX PMX SWD IPI 2) NOTIFICATION REQUIRED TO: Check those which A. Offset operators or lease holders B. Royalty, overriding royalty owners, revent C. Application requires published notice D. Notification and/or concurrent approval E. Notification and/or concurrent approval F. Surface owner G. For all of the above, proof of notification H. No notice required 3) CERTIFICATION: I hereby certify that the informatical administrative approval is accurate and complete understand that no action will be taken on this approval to the concurrent approval to the complete of the co	OLS OLM - Enhanced Oil Recovery
notifications are submitted to the Division.	
Note: Statement must be completed by an individ	oui wiiii managenai ana/or supervisory capacity.
	08/04/2025 Date
Kayla McConnell	Date
Print or Type Name	432-265-6804
	Phone Number
Kayla McConnell	kayla mcconnell@eogresources.com
Signature	e-mail Address



Kayla McConnell Phone: (432) 265-6804 Email: kayla mcconnell@eogresources.com

August 4, 2025

VIA ONLINE FILING

Albert Chang, Division 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 Vaca 24 Fed Com #583H well dedicated to the W2E2 of Section 13 & 24, Township 25 South, Range 33 East, NMPM, Lea County, New Mexico.

Dear Director Chang,

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its Vaca 24 Fed Com#583H well (API No. 30-025-54841). The spacing unit dedicated to the well is comprised of the W2E2 of section 13 & 24, Township 25 South, Range 33 East, NMPM, Lea County, New Mexico and is within the Red Hills; Lower Bone Spring (51020). The horizontal spacing unit for the well is approximately 640 acres and does not include proximity tracts.

This well has not yet been drilled. It is proposed to be drilled as follows:

- <u>Surface location</u> is located 544 feet from the South line, 2367 feet from the West line (Unit N) of Section 24,
- <u>Bottom hole location</u> is located 100 feet from the North line, 2580 feet from the East line (Unit B) of Section 13,
- <u>First take point</u> is located 100 feet from the South line, 2580 feet from the East line (Unit O) of Section 24,
- <u>Last take point</u> is located 100 feet from the North line, 2580 feet from the East line (Unit B) of Section 13.

The acreage is governed by the Division's statewide rules. The proposed completed interval is unorthodox because it will be closer than 330 feet to the western boundary. It encroaches on the spacing unit in the E2W2 of Section 13 & 24. Approval of the unorthodox location will allow EOG to use its preferred well spacing plan for horizontal wells, which will prevent waste.

Exhibit A – C-102 showing the location of the well, including the proposed unorthodox, completed interval. The completed interval encroaches on the spacing unit/tracts to the west.

Exhibit B – Lease Cartoon showing the Vaca 24 Fed Com #583H well in relation to the adjoining spacing units/tracts to the west.

Exhibit C – Certification Statement indicating that all tracts affected by this request have been reviewed, including a list of the affected parties.

Exhibit D – Provides proof that a copy of this application, including exhibits, was mailed to each affected party. 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 E – Engineering Statement providing justification for the requested non-standard location.

Thank you for your attention to this matter.

Thank you,

Kayla McConnell Regulatory Specialist

Kayla McConnell

E-mail Address

C-102 Submit Electronically Via OCD Permitting	State of New Mexico Energy, Minerals & Natural Resources Departmen OIL CONSERVATION DIVISION	Submittal Type:	Revised July 9, 2024 Initial Submittal Amended Report
operty Name and Well Number	VACA 24 FED COM 583H		As Drilled
SURFACE LOCATION (SHL) NEW MEXICO EAST NAD 1983 X=791009 Y=404782 LAT.: N 32.1102582 LONG.: W 103.5269540 NAD 1927 X=749823 Y=404725 LAT.: N 32.1101334 LONG.: W 103.5264845 544' FSL 2367' FWL KICK OFF POINT (KOP) NEW MEXICO EAST NAD 1983 X=791353 Y=404291 LAT.: N 32.1089009 LONG.: W 103.5258560 NAD 1927 X=750167 Y=404233 LAT.: N 32.1087761 LONG.: W 103.5253866 50' FSL 2580' FEL UPPER MOST PERF. (UMP) NEW MEXICO EAST NAD 1983 X=791353 Y=404341 LAT.: N 32.1090383 LONG.: W 103.5258559 NAD 1927 X=750166 Y=404283 LAT.: N 32.1089135 LONG.: W 103.5253865 100' FSL 2580' FEL	11 12	(=793858.14 (=414812.09	DPOSED PERF. POINT (PPP1) NEW MEXICO EAST NAD 1983 X=791316 Y=409521 LAT.: N 32.1232779 LONG.: W 103.5258500 NAD 1927 X=750130 Y=409463 LAT.: N 32.1231533 LONG.: W 103.5253798 0' FNL 2580' FEL DPOSED PERF. POINT (PPP2) NEW MEXICO EAST NAD 1983 X=791297 Y=412162 LAT.: N 32.1305360 LONG.: W 103.5258469 NAD 1927 X=750111 Y=412104 LAT.: N 32.1304117 LONG.: W 103.5253746 2640' FNL 2580' FEL DOWER MOST PERF. (LMP) FTOM HOLE LOCATION (BHL) NEW MEXICO EAST NAD 1983 X=791279 Y=414702 LAT.: N 32.1375188 LONG.: W 103.5258440 NAD 1927 X=750093 Y=414644 LAT.: N 32.1373947 LONG.: W 103.5253713 100' FNL 2580' FEL
		I hereb plat we made t same to 05/22 Date of S Signature	RVEYORS CERTIFICATION y certify that the well location shown on this as plotted from field notes of actual surveys y me or under my supervision, and that the strue and correct to the best of my belief. 1/2025 1/2025 1/2025 1/2025 1/2026 1

EXHIBIT B

MolMol MEMO C P A D C P A TolMol SEMO SCHE E F G M
T25S R33E
Motor HEST Wast HEST Vaca 24 Fed Com 583H
THE SESE P 13
Mo/Mo' MEMO' MO/ME MEME D C B B
SUMO SEMO SUME SEME
T25S R33E
Herzer HESE HESE
Solator SESON SUSE SESE

Vaca 24 Fed Com Vaca 24 Fed Com #583H 0087135/000 USA NMNM-108503 Operator/Working Interest Owner: 0009842/000 EOG Resources, Inc. USA NMNM-019623 Other Working Interest Owners: Ellipsis Oil & Gas, Inc. FR Energy, LLC NHHP Permian, LLC 0087129/000 Chevron Midcontinent, LP USA NMNM-108504 Sydhan, LP Judith A. West Mineral Owners: Bureau of Land Management

EXHIBIT C



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

July 25, 2025

Certification of Ownership

I have reviewed the ownership of the oil and gas leasehold in Section 13 & 24, Township 25 South, Range 33 East, Lea County, New Mexico, for purposes of the unorthodox location for EOG's Vaca 24 Fed Com #583H well located in the W2E2 of Section 13 & 24, Township 25 South, Range 33 East. As of the date of this letter, the affected parties are:

- EOG Resources, Inc. 5509 Champions Dr. Midland, Texas 79706
- Bureau of Land Management 301 Dinosaur Tr. Santa Fe, New Mexico 87508
- 3. Ellipsis
 3500 Maple Ave Suite 1080
 Dallas, Texas 75219
- 4. Chevron U.S.A. Inc. 1400 Smith Street Houston, Texas 77002
- 5. FR Energy 1106 Witte Rd., Ste 400 Houston, Texas 77055
- 6. NHPP 1106 Witte Rd., Ste 400 Houston, Texas 77055
- 7. Sydhan, LP PO Box 92349 Austin, Texas 78709
- 8. Judith West P O Box 1948 Cullman, AL 35056

Sincerely,

James Barwis
Land Specialist

EXHIBIT D

Notice List for Vaca 24 Fed Com #313, #513, #583 NSL Application EOG Resources, Inc.

Application Notice: New Mexico Oil Conservation Division Attn: Mr. Dean McClure 1220 South St. Francis Drive Santa Fe, NM 87505

Royalty Owners: Bureau of Land Management Attn: Mr. Jonathon Shepard 620 E. Green Street Carlsbad, NM 88220 trk # 9589071052700345283493

Working Interest Owners:

EOG Resources 5509 Champions Dr Midland, TX 79706

NHPP Permian, LLC 1106 Witte Road, Suite 400 Houston, TX 77055 trk# 9589071052700345283523

Judith A. West P.O. Box 1948 Cullman, Alabama 35056 trk# 9589071052700345283554 Ellipsis Oil & Gas Inc. fka Westlawn Fortuna Minerals Inc. 3500 Maple Ave., Suite 1080 Dallas, Texas 75219 trk# 9589071052700345283509

Chevron Mid-Continent, L.P. 1400 Smith Street Houston, Texas 77002

trk# 9589071052700345283530

FR Energy, LLC 1106 Witte Road, Suite 400 Houston, TX 77055 trk# 9589071052700345283516

Sydhan LP P.O. Box 92349 Austin, Texas 78709

trk# 9589071052700345283547



Kayla McConnell Phone: (432) 265-6804 Email: kayla mcconnell@eogresources.com

August 4, 2025

VIA CERTIFIED MAIL

TO: AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Vaca 24 Fed Com #583H well dedicated to the W2E2 of Section 13 & 24, Township 25 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:

James Barwis
EOG Resources, Inc.
(432) 425-1204
James Barwis@eogresources.com

Thank you,

Kayla McConnell Regulatory Specialist

Kayla McConnell

EXHIBIT E



Midland, TX 79706 (432) 686-3600

> P.O. Box 2267 Midland, TX 79702

EOG Resources, Inc. 5509 Champions Drive

July 25, 2025

RE: EOG Resources NSL

Application Vaca 24 Fed Com 583H

To Whom It May Concern:

A non-standard location is necessary to develop the Bone Spring formation in this section efficiently and in an economic manner. A non-standard location optimizes pressures related to the completion and production draw down of the wells and is expected to yield a higher ultimate recovery than a standard location, thereby preventing waste and protecting correlative rights.

Sincerely,

EOG Resources, Inc.

Anthony Small

Anthony Small

Reservoir Engineer

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

CONDITIONS

Action 492221

CONDITIONS

Operator:	OGRID:
EOG RESOURCES INC	7377
5509 Champions Drive	Action Number:
Midland, TX 79706	492221
	Action Type:
	[UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Create By		Condition Date
llowe	This well that has an increased horizontal spacing unit (HSU) area, creating a non-standard spacing unit. The operator of this well needs to obtain an NSP order (Administratively) in order to produce from this Well. The C-104 will not be approved until the NSP is obtained.	9/17/2025