

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

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address EOG RESOURCES INC PO BOX 2267 MIDLAND , TX 79702		2. OGRID Number 7377
		3. API Number 30-015-34486
4. Property Code 35319	5. Property Name YELLOW B 7 FEE	6. Well No. 001H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
I	7	16S	25E	I	1880	S	660	E	EDDY

8. Pool Information

COTTONWOOD CREEK,WC, WEST (GAS)	75260
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Additional Well Information

9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 3527
14. Multiple N	15. Proposed Depth 5100	16. Formation Wolfcamp	17. Contractor	18. Spud Date
Depth to Ground water 100		Distance from nearest fresh water well > 1000		Distance to nearest surface water > 1000
Pit: Liner: Synthetic <input checked="" type="checkbox"/> 12 _____ miles thick Clay <input type="checkbox"/> Pit Volume: 10300 bbls Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input checked="" type="checkbox"/> Gas/Air <input type="checkbox"/>				

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	32	925	325	0
Prod	7.875	4.5	11.6	8402	900	0

Casing/Cement Program: Additional Comments

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Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input checked="" type="checkbox"/> a general permit <input type="checkbox"/> , or an (attached) alternative OCD-approved plan <input type="checkbox"/> . Printed Name: Electronically filed by Mike Francis Title: ROW Agent Email Address: mike_francis@eogresources.com Date: 12/16/2005 Phone: 4326863714	OIL CONSERVATION DIVISION	
	Approved By: Bryan Arrant	
	Title: Geologist	
	Approved Date: 12/27/2005 Expiration Date: 12/27/2006	
	Conditions of Approval Attached	

New Mexico Double Horseshoe Reserve Pit Design



Approximate Inside Reserve Volume: 4500 bbls
Approximate Outside Reserve Volume: 5800 bbls

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(505) 393-6161 Fax:(505) 393-0720

District II
 1301 W. Grand Ave., Artesia, NM 88210
 Phone:(505) 748-1283 Fax:(505) 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

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Form C-102
 Permit 20128

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-34486	2. Pool Code 75260	3. Pool Name COTTONWOOD CREEK,WC, WEST (GAS)
4. Property Code 35319	5. Property Name YELLOW B 7 FEE	6. Well No. 001H
7. OGRID No. 7377	8. Operator Name EOG RESOURCES INC	9. Elevation 3527

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
I	7	16S	25E		1880	S	660	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
L	7	16S	25E	3	1880	S	660	W	EDDY
12. Dedicated Acres 319.58		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

	<p align="center">OPERATOR CERTIFICATION</p>
	<p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p>
	<p>E-Signed By: Mike Francis Title: ROW Agent Date: 12/16/2005</p>
	<p align="center">SURVEYOR CERTIFICATION</p>
	<p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p>
	<p>Surveyed By: Terry Asel Date of Survey: 12/2/2005 Certificate Number: 15079</p>

Permit Comments

Operator: EOG RESOURCES INC , 7377

Well: YELLOW B 7 FEE #001H

API: 30-015-34486

Created By	Comment	Comment Date
dglanton	Plat, Detailed Casing, Mud, Cement, Drilling Plan along with H2S Letter being mailed.	12/16/2005

Permit Conditions of Approval

Operator: EOG RESOURCES INC , 7377

Well: YELLOW B 7 FEE #001H

API: 30-015-34486

OCD Reviewer	Condition
BArrant	Will require a directional survey with the C-104
BArrant	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
BArrant	As noted, operator to drill surface hole with 'fresh water' mud.
BArrant	Please notify OCD time of spud & time to witness the cementing to surface the 'water protection' string of casing.
BArrant	Proving another well is drilled in the same proration unit & intends to drill & produce from the same formation, an administrative approval for a SD from Santa Fe is required.