State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



December 19, 2017

EOG Resources, Inc.

Attn: Ms. Jordan L. Kessler

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL-7622

EOG Resources, Inc.
OGRID 7377
Dogwood 23 Federal Com Well No. 703H
API No. 30-025-44075

Non-Standard Location

Proposed Location:

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	200' FSL & 1595' FEL	O	23	26S	33E	Lea
Penetration Point	330' FSL & 1356' FEL	O	23	26S	33E	Lea
Final perforation	330' FNL & 1356' FEL	В	14	26S	33E	Lea
Terminus	230' FNL & 1356' FEL	В	14	26S	33E	Lea

Proposed Project Area:

Description	Acres	Pool	Pool Code
W/2 E/2 of Section 23	320	Sanders Tank; Upper Wolfcamp	98097
W/2 E/2 of Section 14			

Reference is made to your application received on December 15, 2017.

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by statewide Rule 19.15.15.9.A NMAC, which provide for 40-acre units with wells to be located at least 330 feet from outer unit boundaries, and Rule 19.15.16.14.B (2) NMAC concerning directional wells in designated project areas. This location is unorthodox because portions of the proposed completed interval are closer to outside boundaries of the proposed project area than any location that would be a standard location under the applicable pool rules.

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Your application has been duly filed under the provisions of Division Rules 19.15.15.13 NMAC and 19.15.4.12.A (2) NMAC.

It is our understanding that the Applicant is seeking this location in order to pursue a preferred well spacing plan for horizontal wells and thereby preventing waste.

It is also understood that notice of this application to offsetting operators or owners is unnecessary due to common ownership.

Pursuant to the authority conferred by Division Rule 19.15.15.13 (B) NMAC, the above-described unorthodox location is hereby approved.

The above approvals are subject to your being in compliance with all other applicable Division rules.

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

DAVID R. CATANACH

Director

DRC/lrl

cc: Oil Conservation Division – Hobbs District Office Bureau of Land Management – Carlsbad Field Office