

NSL Initial Application

Received: 05/31/19

*This application is placed in file for record. It **MAY** or **MAY NOT** have
been reviewed to be determined Administratively Complete*

Amend NSL-7863

NSL-7895

Revised March 23, 2017

PEL 1915432636

RECEIVED: 5/31/19	REVIEWER: LRL	TYPE: NSL	APP NO: MAY 31 2019 PM 02:55
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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: Savage 2 State Com No. 505H Well **API:** 30-025-45814
Pool: Lower Bone Spring **Pool Code:** 97964

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.

Adam G. Rankin

Print or Type Name

May 31, 2019

Date

(505) 988-4421

Phone Number

AGRankin@hollandhart.com

e-mail Address

Signature



May 31, 2019

VIA HAND DELIVERY

Adrienne Sandoval
 Director, Oil Conservation Division
 New Mexico Department of Energy,
 Minerals and Natural Resources
 1220 South Saint Francis Drive
 Santa Fe, New Mexico 87505

Re: Application of EOG Resources, Inc. to Amend NSL-7863, Lea County, New Mexico.

Dear Ms. Sandoval:

EOG Resources, Inc. (OGRID No. 7377) seeks to amend the administrative approval granted in NSL-7863, authorizing an unorthodox well location for its **Savage 2 State Com No. 505H Well** (API No. Pending) within the WC-025 F-07 S243225C; Lower Bone Spring Pool (97964) underlying Lot 3 and the SE/4NW/4, E/2SW/4 (i.e., E/2W/2) of Section 2, Township 25 South, Range 32 East, N.M.P.M., Lea County, New Mexico.

NSL-7863 authorized EOG to drill its well at the following location:

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	403 FNL & 3108 FWL	2	2	25S	32E	Lea
First Take Point	100 FNL & 2570 FWL	3	2	25S	32E	Lea
Last Take Point/ Terminus	100 FSL & 2570 FWL	N	2	25S	32E	Lea

EOG encountered an issue while drilling this well, requiring the rig to be skidded to drill from a new surface location. Consequently, a new name and API number have been assigned to this well and the surface location has been revised, as depicted in the C-102 filed with the Division. As reflected in the as-drilled directional survey, attached as **Exhibit A**, the surface location is 472 feet from the north line and 2,211 feet from the east line of Section 2, Township 25 South, Range 32 East, Lea County, New Mexico. The first take point is 100 feet from the north line 2,398 from the west line of Section 3, Township 25 South, Range 32 East, Lea County. The last take point is 123 feet from the south line and 2,527 feet from the west line of Section 3, Township 25 South, Range 32 East, Lea County.

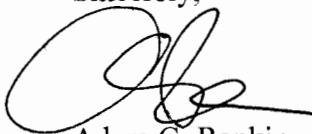
The as-drilled well path is thus within the 50-foot allowance permitted under Rule 19.15.16.15(C)(d) NMAC and is no closer to the outer boundary of the spacing unit than authorized under NSL-7863.

Accordingly, we ask the Division to amend NSL-7863 to reflect the applicable well name and API number subject to NSL-7863. The well name has been revised to the **Savage 2 State Com No. 505Y Well** with an API number of 30-025-45814.

Each of the parties listed on **Exhibit C** to the original application have been provided notice of this application by certified mail. A copy of this application has been provided to the State Land Office.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read 'Adam G. Rankin', with a large, stylized initial 'A'.

Adam G. Rankin

ATTORNEY FOR EOG RESOURCES, INC.

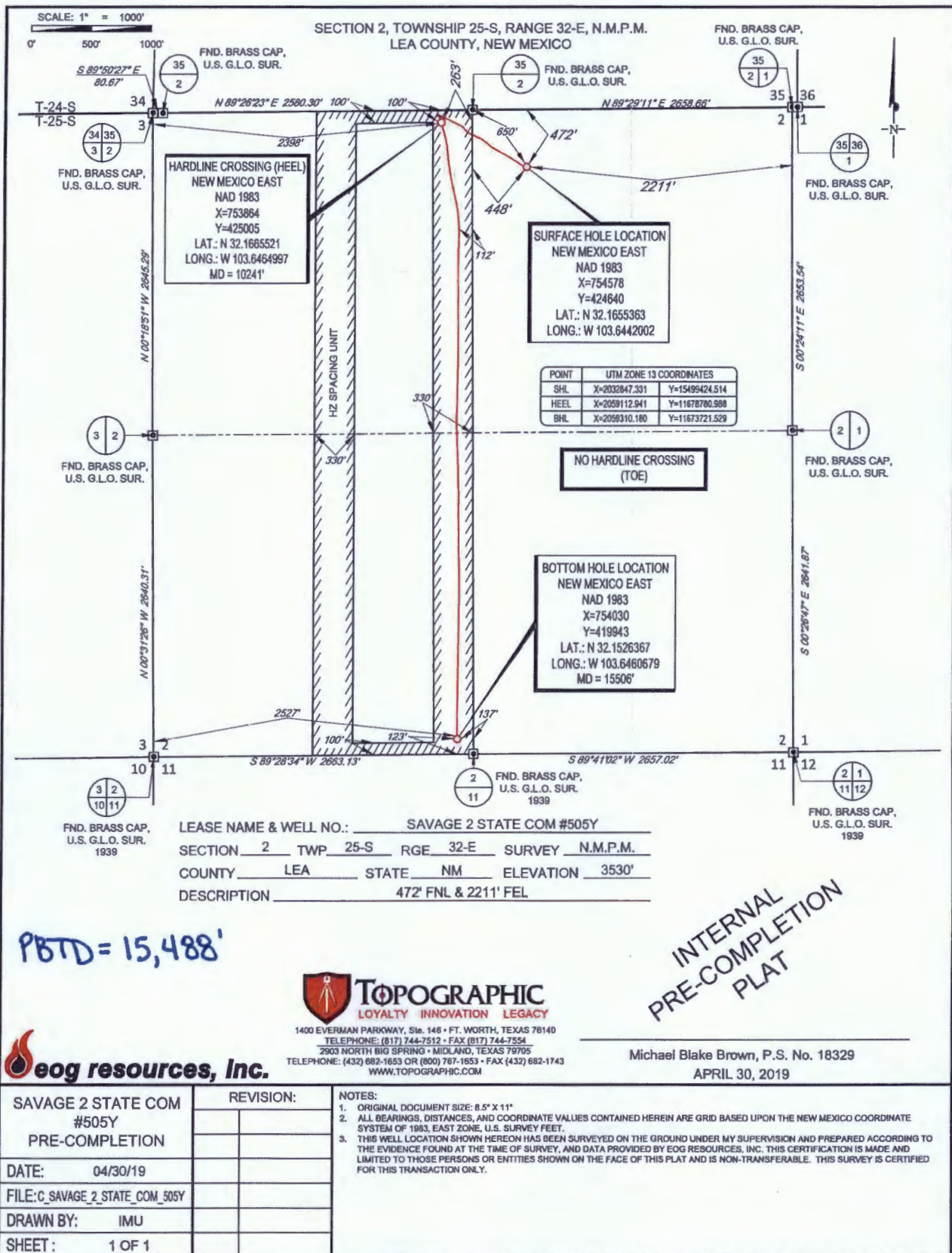


EXHIBIT A

Notice Parties:

New Mexico State Land Office
P.O. Box 1148
Santa Fe, NM 87504-1148

OXY Y-1 Company
Attn: Permian Land Manager – New Mexico
P.O. Box 4294
Houston, TX 77210-4294

12544849_v1



Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

Savage 2 State Com No. 505H Well
EOG Resources, Inc. 44497.0001

Shipment Date: 05/31/2019

Shipped From:

Name: HOLLAND & HART LLP

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	2
Total	2

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

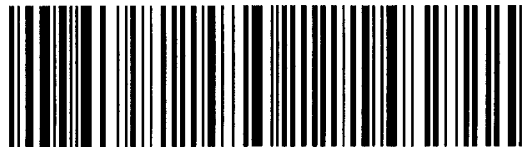
B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0014 8166 10



Firm Mailing Book For Accountable Mail

Name and Address of Sender Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		Check type of mail or service <input type="checkbox"/> Adult Signature Required <input type="checkbox"/> Priority Mail Express <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Registered Mail <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation <input type="checkbox"/> Collect on Delivery (COD) <input type="checkbox"/> Signature Confirmation Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Signature Confirmation Restricted Delivery <input type="checkbox"/> Priority Mail		Affix Stamp Here <i>(if issued as an international certificate of mailing or for additional copies of this receipt).</i> Postmark with Date of Receipt.											
USPS Tracking/Article Number	Addressee (Name, Street, City, State, & ZIP Code™)		Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee
1. 9214 8901 9403 8384 0986 64	New Mexico State Land Office PO BOX 1148 Santa Fe NM 87507		0.65	3.50	Handling Charge - if Registered and over \$50.000 in value							1.60			
2. 9214 8901 9403 8384 0986 71	OXY Y-1 Company Attn: Permian Land Manager - New Mexico PO BOX 4294 Houston TX 77210-4294		0.65	3.50								1.60			
Total Number of Pieces Listed by Sender 2	Total Number of Pieces Received at Post Office	Postmaster, Per (Name of receiving employee)													

HOLLAND & HART LLP



Adam G. Rankin
Associate

Phone (505) 954-7294

Fax (505) 983-6043

AGRankin@hollandhart.com

May 31, 2019

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO AFFECTED PARTIES

Re: Application of EOG Resources, Inc. to Amend NSL-7863, 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:

Charles Moran
EOG Resources, Inc.
(432) 686-3684
Charles_Moran@eogresources.com

Sincerely,

Adam G. Rankin
ATTORNEY FOR EOG RESOURCES, INC.

EOG; Savage 2 State Com Will # 50541; 025-45692
 NC; Lower B.S. [97964]
 A=40; S.B.=330

45814

Amended NSL-7863
~~3/12/12~~ 3/29 7895

5/31 → 6/21

H5U: SEC 2, E2 W2 A=160.19 Acres

472' 2211' FEL

Adam G. Ronkin

OCD Permitting

Home OCD Only Land Searches Land Details

Section : 02-25S-32E

Type: Normal

Total Acres: 640.96

County: Lea (25)

S.L = 403' FNL & 3108' FWL "2" SEC 2

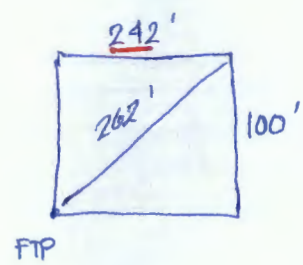
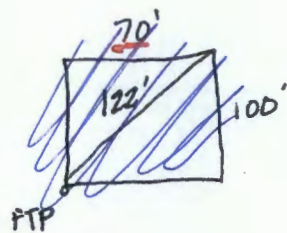
FTP = 100' FNL & 2570' FWL "3" SEC 2 ~~470'~~ Δ 242'

→ LTP = 100' FSL & 2570' FWL "N" SEC 2 ~~470'~~ Δ 113'

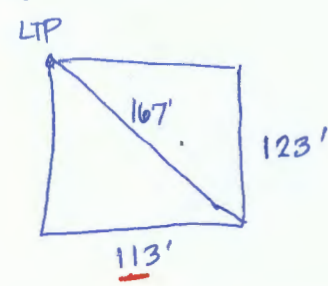
→ B.L = 100' FSL & 2570' FWL "N" SEC 2

D (4) State 1 State 2 (25) 40.1	E (3) State 1 State 2 (25) 40.19	B (2) State 1 State 2 (25) 40.29	A (1) State 1 State 2 (25) 40.38
E (E) State 1 State 2 (25) 40	F (F) State 1 State 2 (25) 40	G (G) State 1 State 2 (25) 40	H (H) State 1 State 2 (25) 40
L (L) State 1 State 2 (25) 40	K (K) State 1 State 2 (25) 40	J (J) State 1 State 2 (25) 40	I (I) State 1 State 2 (25) 40
M (M) State 1 State 2 (25) 40	N (N) State 1 State 2 (25) 40	O (O) State 1 State 2 (25) 40	P (P) State 1 State 2 (25) 40

LTP = B.L.



OKY Y-1 Company Affected Party



* Amended Application became less Unorthodox

Amended:

inquired about footages, they said all true

3/12 e-mailed A.R. on FWL reference, Requested new C102

4/3/19

day 10PM Pending!

w/A. DIB 4/1/19

Scanned
 e-mailed
 e-permitted!