

NSL Initial Application

Received: 08/04/20

P.O. No. GOCIJ-200804-NSL000

Revised March 23, 2017

RECEIVED: 08/04/20	REVIEWER: LRL	TYPE: NSL	APP NO: pLEL2021837198
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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: Stonewall 28 Fed Com #313H Well **API:** 30-025-44874
Pool: Red Hills; Bone Spring, North Pool & WC-025 G-09 S2433361; Upper Wolfcamp Pool **Pool Code:** 96434 & 98092

**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.

Kaitlyn A. Luck

Print or Type Name

Signature

8/4/2020

Date

505-954-7286

Phone Number

kaluck@hollandhart.com

e-mail Address



Kaitlyn A. Luck
Phone (505) 954-7286
kaluck@hollandhart.com

August 4, 2020

VIA ONLINE FILING

Adrienne Sandoval
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. for administrative approval of an unorthodox well location for its Stonewall 28 Fed Com #313H Well in the E/2 E/2 of Sections 28 and 33, Township 24 South, Range 34 East, N.M.P.M., Lea County, New Mexico.

Dear Ms. Sandoval:

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its **Stonewall 28 Fed Com #313H Well** (API No. 30-025-44874) to be completed within the Red Hills; Bone Spring, North Pool (96434), and the WC-025 G-09 S243336I; Upper Wolfcamp Pool (98092) underlying the E/2 E/2 of Sections 28 and 33, Township 24 South, Range 34 East, N.M.P.M., Lea County, New Mexico.

This well has been drilled and completed at a surface location 200 feet from the north line and 693 feet from the east line (Unit A) of Section 28. The *first take point* is located 423 feet from the north line and 1,184 feet from the east line (Unit A) of Section 28, and the *last take point* is located 163 feet from the south line and 1,156 feet from the east line (Unit P) of Section 33. Since this acreage is governed by the Division's statewide rules, the completed interval for this well will be unorthodox because it is closer than the standard offsets to the western boundary of the spacing unit. Approval of the unorthodox completed interval will allow EOG to use their preferred well spacing plan for horizontal wells in this area and thereby prevent waste.

Exhibit A is a Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Stonewall 28 Fed Com #313H Well** encroaches on the spacing unit/tracts to the west in the W/2 E/2 of Sections 28 and 33.

Exhibit B is a plat for Sections 28 and 33 that shows the proposed **Stonewall 28 Fed Com #313H Well** in relation to adjoining spacing unit to the west.

Ownership is diverse between the subject spacing unit and the affected spacing unit to the west. **Exhibit C** reflects the “affected parties” and that a copy of this application with all attachments has been sent by certified mail to each affected party advising that any objections must be filed in writing with the Division within 20 days from the date the Division receives the application.

Exhibit D is statement from a petroleum engineer providing justification for the needed exception.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Kaitlyn Luck', is written over a horizontal line.

Kaitlyn A. Luck
ATTORNEY FOR EOG RESOURCES, INC.

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 Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

FORM C-102

Revised August 1, 2011

Submit one copy to appropriate

District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-44874		² Pool Code 98092 76434		³ Pool Name WC-025 G-09 S2433361 UPPER WOLFCAMP	
⁴ Property Code 321477		⁵ Property Name STONEWALL 28 FED COM			⁶ Well Number 313H
⁷ GRID No. 7377		⁸ Operator Name EOG RESOURCES, INC.			⁹ Elevation 3492'

¹⁰Surface Location

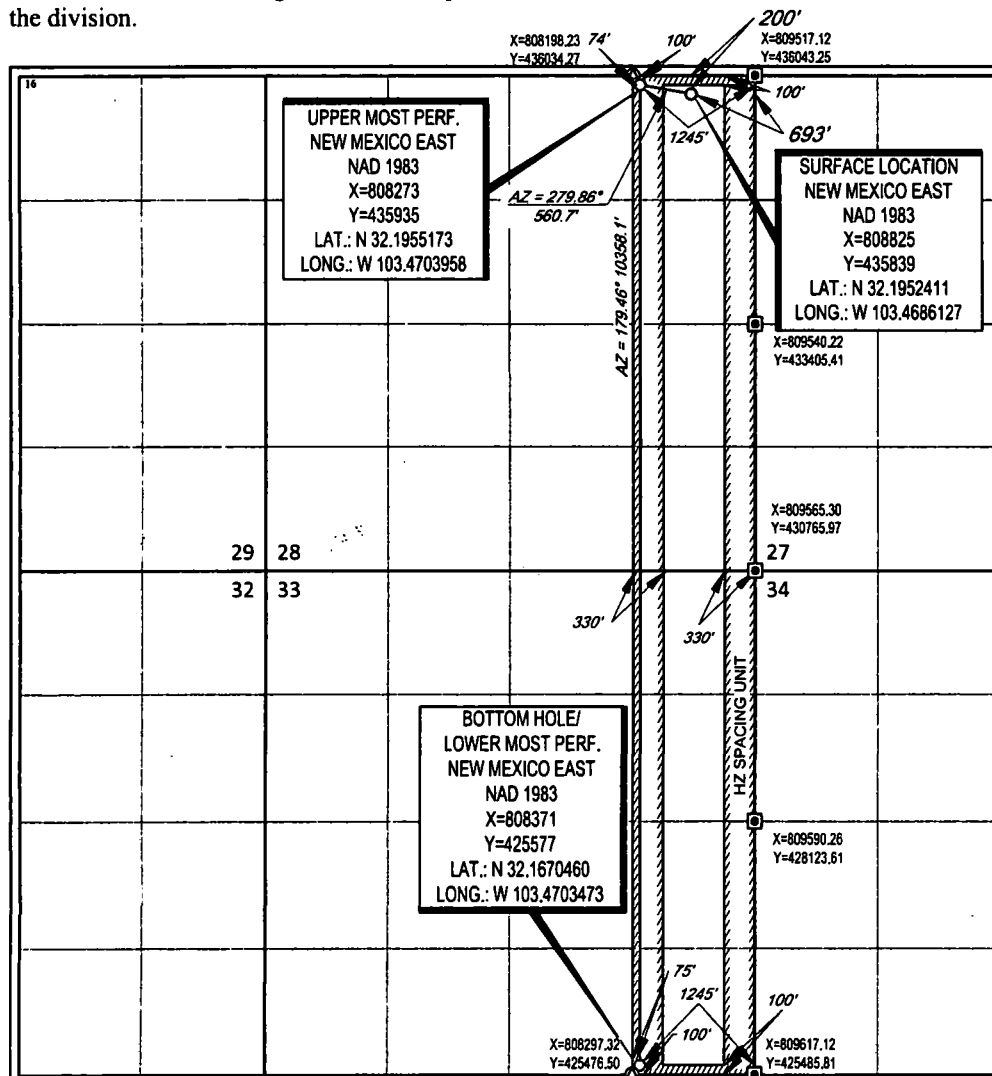
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	28	24-S	34-E	-	200'	NORTH	693'	EAST	LEA

¹¹Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	33	24-S	34-E	-	100'	SOUTH	1245'	EAST	LEA

¹² Dedicated Acres 320.00	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.



¹⁷OPERATOR CERTIFICATION

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 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.

Emily Follis 06/05/19

Signature Date

EMILY FOLLIS

Printed Name

emily_follis@eog.resources.com

E-mail Address

¹⁸SURVEYOR CERTIFICATION

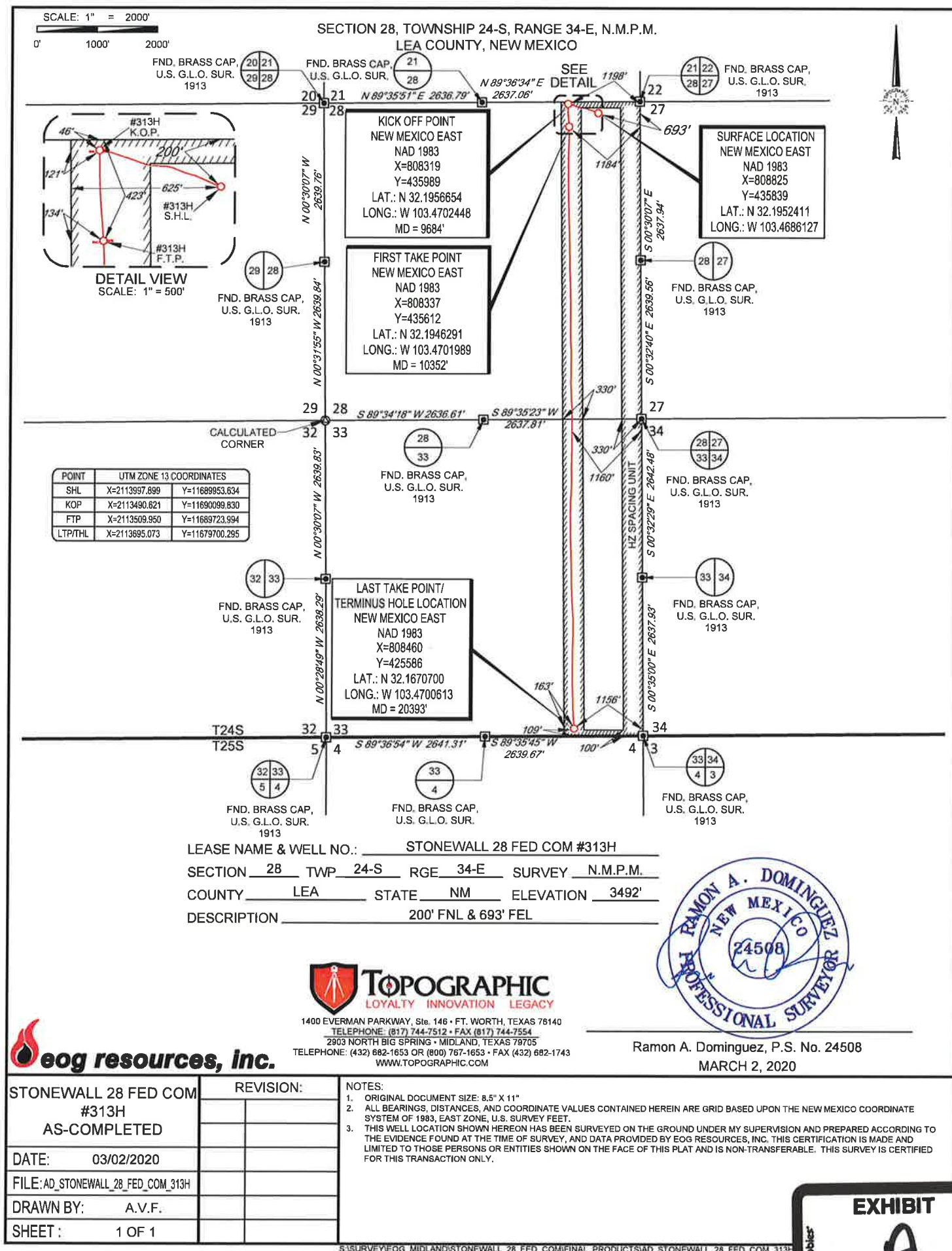
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true to the best of my belief.

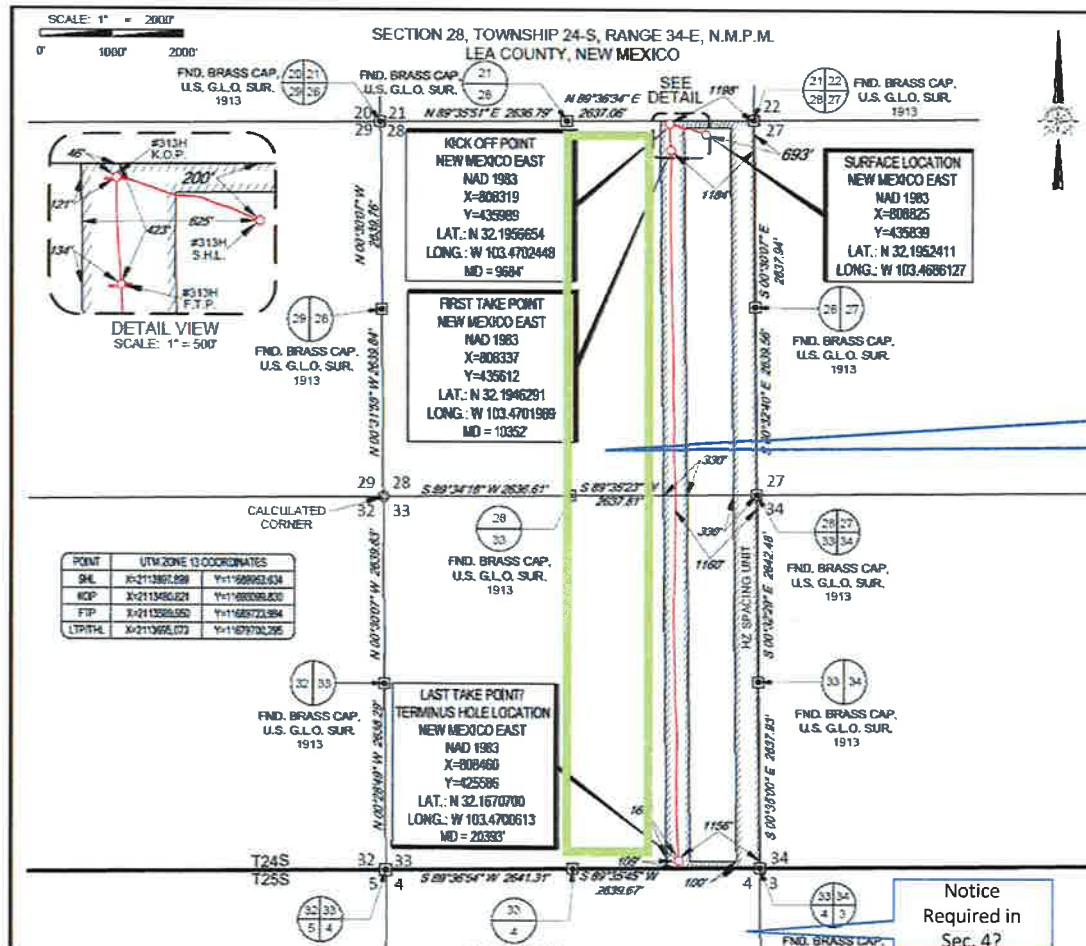
11/11/2017

Date of Survey Signature and Seal of Professional Surveyor

RAMON A. DOMINGUEZ
NEW MEXICO
24508
PROFESSIONAL SURVEYOR

Certificate Number





tabbles

EXHIBIT

B



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

August 3, 2020

Certification of Ownership

I have reviewed the ownership of the oil and gas leasehold in Sections 28 and 33-24S-34E, Lea County, New Mexico, for purposes of the unorthodox location for EOG's Stonewall 28 Fed Com #313H well located in the NE/4NE/4 of Section 28-24S-34E. As of the date of this letter, the affected parties are:

1. EOG Resources, Inc.
5509 Champions Dr.
Midland, TX 79706
2. Bureau of Land Management
301 Dinosaur Tr.
Santa Fe, NM 87508

Sincerely,

EOG Resources, Inc.

A handwritten signature in blue ink, appearing to read "Laci Stretcher".

Laci Stretcher
Senior Landman





Kaitlyn A. Luck
Phone (505) 954-7286
kaluck@hollandhart.com

August 4, 2020

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: Bureau of Land Management
301 Dinosaur Trail
Santa Fe, New Mexico 87508

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Stonewall 28 Fed Com #313H Well in the E/2 E/2 of Sections 28 and 33, Township 24 South, Range 34 East, N.M.P.M., 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:

Laci Stretcher
EOG Resources, Inc.
(432) 247-6362
laci_stretcher@eogresources.com

Sincerely,

A handwritten signature in blue ink, appearing to read "Kaitlyn Luck", written over a horizontal line.

Kaitlyn A. Luck
ATTORNEY FOR EOG RESOURCES, INC.



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.

Shipment Date: 08/04/2020

Shipped From:

Name: HOLLAND & HART LLP (1)

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	1
Total	1

*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 0023 3757 33



Firm Mailing Book For Accountable Mail

[illegible]



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

August 3, 2020

Re: EOG Resources NSL Application
Stonewall 28 Fed Com #313H

To whom it may concern:

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

Sincerely,

A handwritten signature in black ink that reads "David Carlos Sonka".

EOG Resources
David Carlos Sonka
Reservoir Engineer

