

State of New Mexico
Energy, Minerals and Natural Resources Department

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Ms. Jordan Kessler
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NON-STANDARD LOCATION

Administrative Order NSL-8350

EOG Resources, INC. [7377]
Almost Eddy 30 Federal Com Well No. 724H
API No. 30-025-48876

	<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	2110 FSL & 2438 FWL	K	30	25S	32E	Lea
First Take Point	2536 FSL & 2610 FWL	K	30	25S	32E	Lea
Last Take Point/ Terminus	110 FSL & 2534 FWL	N	31	25S	32E	Lea

Proposed Horizontal Spacing Unit

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
SW/4 of Section 30 W/2 of Section 31	484.21	Wildcat; Upper Wolfcamp	98270

Reference is made to your application received on April 29th, 2022.

You have requested to drill this horizontal well at an unorthodox oil 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 oil well's completed interval penetrates, each of which consists of a governmental quarter-quarter section or equivalent.

This well's completed interval is as close as 30 - 106 feet to the eastern edge of the horizontal spacing unit. Encroachment will impact the following tracts.

Section 30, encroachment to the SE/4
Section 31, encroachment to the E/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.

Division understands you are seeking this unorthodox location because it was drilled closer than allowed, resulting in an encroaching spacing unit within the Upper Wolfcamp formation underlying the SW/4 of Section 30 and the W/2 of Section 31.

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 (C-104), 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 Division deems necessary.



ADRIENNE E. SANDOVAL
Division Director

Date: 6/09/2022

AES/lrl