

DATE IN 2/10/2015	SUSPENSE	ENGINEER MAY	LOGGED IN 2/10/2015	TYPE NSL	APP NO DMM41504131342
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- 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

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- [D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners

- [B] ☒ Offset Operators, Leaseholders or Surface Owner

- [C] ☐ Application is One Which Requires Published Legal Notice

- [D] ☒ Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

- [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,

- [F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **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.

Jordan L. Kessler

Print or Type Name

Signature

Attorney

Title

jlkessler@hollandhart.com

e-mail Address

Date

2/9/15

~ NSL 7243
 ~ 506 Resources
 7377
 well
 ~ LAMAS AUG 05 26
 State Comm
 #5024 30-025-42157
 2015 FEB -9 PM 11:21
 RECEIVED OOD
 POOL
 ~ Red Hills, Lower
 Bone Spring
 51020

HOLLAND & HART^{LLP}



Jordan L. Kessler
Associate

Phone (505) 988-4421

Fax (505) 983-6043

JLKessler@hollandhart.com

February 9, 2015

VIA HAND DELIVERY

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

RECEIVED OGD
2015 FEB - 9 PM 4:21

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Lomas Rojas 26 State Com #502H Well to be completed in Section 26, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico.

Dear Mr. Catanach:

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its **Lomas Rojas 26 State Com #502H Well** to be completed within the Red Hills; Lower BS Pool (51020) underlying Section 26, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 330 feet from the South line and 905 feet from the East line (Unit P) of Section 26. The upper most perforation will be 330 feet from the South line and 1260 feet from the East line of Section 26 (Unit P) and the lower most perforation will be 330 feet from the North line and 1259 feet from the East line of Section 27 (Unit A). Since this acreage is governed by the Division's statewide rules which provides for wells to be located no closer than 330 feet to the outer boundary of the spacing unit, the completed interval for this well will be unorthodox. Approval of the unorthodox completed interval will allow for efficient well spacing in Section 26, prevent waste of a productive reservoir and improve well performance.

Exhibit A is the Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Lomas Rojas 26 State Com #502H Well** encroaches on the spacing and proration unit to the Northwest, West and Southwest.

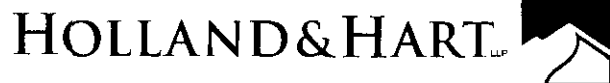
Exhibit B is a land plat for Section 26 and the surrounding sections that shows the proposed **Lomas Rojas 26 State Com #502H Well** in relation to adjoining units and existing wells.

Holland & Hart^{LLP}

Phone [505] 988-4421 **Fax** [505] 983-6043 **www.hollandhart.com**

110 North Guadalupe Suite 1 Santa Fe, New Mexico 87501 **Mailing Address** P.O. Box 2208 Santa Fe, NM 87504-2208

Aspen Boulder Carson City Colorado Springs Denver Denver Tech Center Billings Boise Cheyenne Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C. ☏



EOG is the sole operator of the spacing units affected by the encroachment to the West. Yates Petroleum Corporation is the only party affected by the encroachment to the Northwest, and Endeavor Energy Resources, L.P. is the only affected party to the Southwest. Both Yates and Endeavor have been provided a copy of this application and all attachments by certified mail, and has been advised that if they have an objection it must be filed in writing with the division within 20 days from the date the division receives this application. A courtesy copy of this application has been provided to the New Mexico State Land Office.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in cursive script, appearing to read "Jordan L. Kessler".

Jordan L. Kessler

ATTORNEY FOR EOG RESOURCES, INC.

cc: New Mexico State Land Office
P.O. Box 1148
Santa Fe, NM 87501

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Endeavor Energy Resources, L.P.
110 N. Marienfeld, Ste 200
Midland, TX 79701

RECEIVED

SEP 30 2014

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, Arec, 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

HOBBS CO

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- 42157	² Pool Code 9741 51020	³ Pool Name RED HILLS; LOWER BS
⁴ Property Code 37858	⁵ Property Name LOMAS ROJAS 26 STATE COM	
⁶ GRID No. 7377	⁷ Operator Name EOG RESOURCES, INC.	⁸ Elevation 3329'

¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	26	25-S	33-E	-	330'	SOUTH	905'	EAST	LEA

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	26	25-S	33-E	-	230'	NORTH	1260'	EAST	LEA

¹¹ Dedicated Acres 160	¹² Joint or Infill	¹³ Consolidation Code	¹⁴ 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.

<p>BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1927 X=746202 Y=403926 LAT.: N 32.1080137 LONG.: W 103.5381981</p> <p>LOWER MOST PERF. NEW MEXICO EAST NAD 1927 X=746203 Y=403926 LAT.: N 32.1077388 LONG.: W 103.5381981</p> <p>SURFACE LOCATION NEW MEXICO EAST NAD 1927 X=746592 Y=399208 LAT.: N 32.0960354 LONG.: W 103.5370489</p> <p>UPPER MOST PERF. NEW MEXICO EAST NAD 1927 X=746237 Y=399205 LAT.: N 32.0960380 LONG.: W 103.5381970</p>	<p>17 OPERATOR 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 undivided 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 is a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Stan Wagner</i> 9/30/14 Signature Date Stan Wagner Printed Name E-mail Address</p> <p>18 SURVEYOR 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.</p> <p>09/30/2014 Date of Survey MICHAEL BROWN Signature and Seal NEW MEXICO 18329 PROFESSIONAL SURVEYOR Certificate Number</p>
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S:\SURVEY\EOG_MIDLAND\LOMAS_HOJAS_26

L:\SDM\DWG\011001411\33-18 AM.pgm

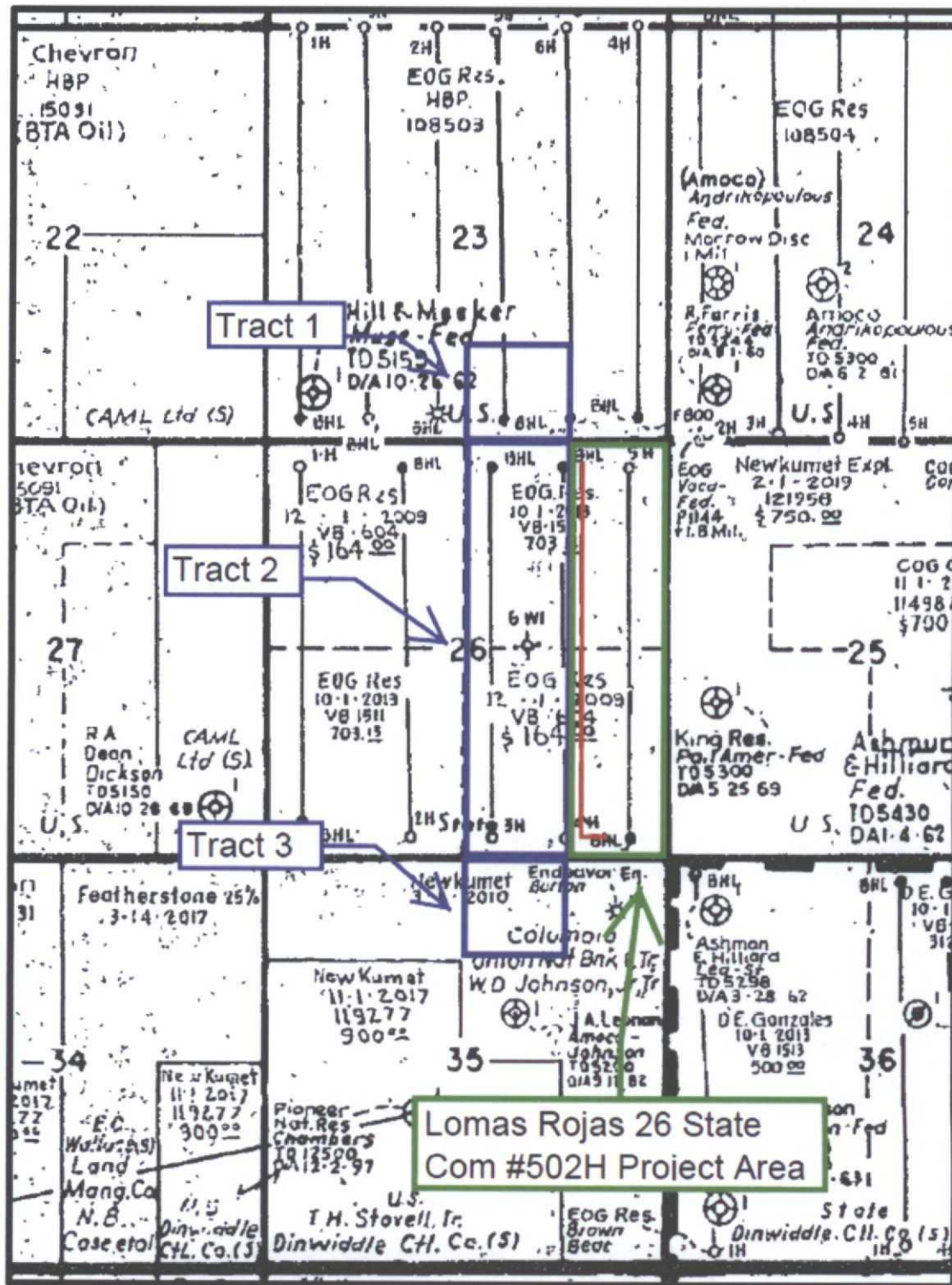
EXHIBIT

A

OCT 01 2014

EOG RESOURCES, INC.

LOMAS ROJAS 26 STATE COM #502H UNORTHODOX LOCATION NOTICE TRACT
PLAT; TOWNSHIP 25S RANGE 33E LEA COUNTY, NEW MEXICO



EXHIBIT

B

HOLLAND & HART LLP



Jordan L. Kessler

Associate

Phone (505) 988-4421

Fax (505) 983-6043

JLKessler@hollandhart.com

February 9, 2015

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO: AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Lomas Rojas 26 State Com #502H Well to be completed in Section 26, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico.

To Whom It May Concern:

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:

Paul Boland
EOG Resources, Inc.
T (432) 686-3666
Paul_Boland@eogresources.com

Sincerely,

Jordan L. Kessler
ATTORNEY FOR EOG RESOURCES, INC.

Holland & Hart LLP

Phone [505] 988-4421 **Fax** [505] 983-6043 **www.hollandhart.com**

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