DATE IN 7/8/15

APPNO. PJAG 15190366 53

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

THI	IS CHECKLIST IS		PPLICATIONS FOR EXCEPTIONS TO DIVISION RULES IG AT THE DIVISION LEVEL IN SANTA FE	S AND REGULATIONS
Applica	ation Acronyr	ns:		•
	(DHC-Dov	vnhole Commingling] [CTB-Lea Pool Commingling] [OLS - Off-Le [WFX-Waterflood Expansion] [SWD-Salt Water Disposal] alified Enhanced Oil Recovery Co	dard Proration Unit] [SD-Simultaneous Dise Commingling] [PLC-Pool/Lease Consase Storage] [OLM-Off-Lease Measure [PMX-Pressure Maintenance Expansion] [IPI-Injection Pressure Increase] rtification] [PPR-Positive Production R	ement]
[1]	[A]		Itaneous Dedication Well: Lucky Pool: Ked W All: 30-02	6 Lesouices Inc. 13 Fed Com #64 :11s; Uppe BS Shale 5-42/11
	[B]		irement	1# 9.7900
[2]	[D] NOTIFICAT [A] [B]	Working, Royalty or Overr Offset Operators, Leasehol	Those Which Apply, or Does Not Apply riding Royalty Interest Owners	RECEIVED OCD
	[D] [E] [F]	Notification and/or Concur U.S. Bureau of Land Management - Comm	rrent Approval by BLM or SLO missioner of Public Lands, State Land Office of Notification or Publication is Attached,	and/or,
[3]		CCURATE AND COMPLETE IF ATION INDICATED ABOVE.	NFORMATION REQUIRED TO PROC	CESS THE TYPE
	al is <mark>accurate</mark>		nformation submitted with this application is by by by a large submitted to the Division.	
	Not L. Kessler Type Name	e: Statement must be completed by an b	Attorney Title jlkessler@hollandhart. e-mail Address	



Jordan L. Kessler Associate Phone (505) 988-4421 Fax (505) 983-6043 jlkessler@hollandhart.com

July 8, 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 OCD

Re: Application of EOG Resources, Inc. for administrative approval of a 200-acre non-standard project area in the Red Hills; Upper Bone Spring Shale Pool (97900), Sections 12 and 13, 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 a non-standard project area located within the Red Hills; Upper Bone Spring Shale Pool (Pool Code 97900) underlying Sections 12 and 13, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico. The proposed non-standard project area is comprised of the W/2 NE/4 of Section 13 (Units B and G) and the W/2 SE/4 and SW/4 NE/4 of Section 12 (Units G, J, O). Since this proposed project area excludes the NW/4 NE/4 (Unit B) of Sectionf 12, it is a non-standard project area pursuant to NMAC 19.15.16.7(M). EOG plans to develop the NW/4 NE/4 of Section 12 with a 1.25 mile length horizontal well that will extend into the NW/4 NE/4 of Section 12 from Section 1. Approval of the non-standard project area will allow efficient length and spacing of horizontal wells, thereby preventing waste.

As support for this application, EOG provides the following additional information and exhibits:

Exhibit A and A1 are the Well Location and Acreage Dedication Plats (Form C-102), which show the proposed non-standard project area. The non-standard project area will be developed by the Lucky 13 Fed Com No. 6H Well and the Lucky 13 Fed Com No. 7H Well.

Exhibit B is a land plat for Sections 12 and 13 and the surrounding sections that shows the non-standard project area in relation to the adjoining units and existing wells.

¹ By separate application, EOG has sought administrative approval of unorthodox well locations for the two wells to be dedicated to the proposed non-standard project area: the Lucky 13 Fed Com No. 6H Well and the Lucky 13 Fed Com No. 7H Well.



Exhibit C is a list of the parties affected by EOG's request for a non-standard project area. Each of these parties has 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. In addition, a courtesy copy of this application has been provided to the Bureau of Land Management-Carlsbad.

Your attention to this application is appreciated.

Sincerely,

Jordan L. Kessler

ATTORNEY FOR EOG RESOURCES, INC.

Bureau of Land Management cc: 620 E. Green Street

Carlsbad, NM 88220



Jordan L. Kessler Associate Phone (505) 988-4421 Fax (505) 983-6043 ilkessler@hollandhart.com

July 8, 2015

VIA HAND DELIVERY

7015 JUL -8 P 5:05

David Catanach
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 Lucky 13 Fed Com No. 6H Well in the W/2 NE/4 of Section 13 and the W/2 SE/4 and SW/4 NE/4 of Section 12, 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 **Lucky 13 Fed Com No. 6H Well** (API number pending) to be completed within the Red Hills; Upper Bone Spring Shale Pool (Pool Code 97900) underlying Sections 12 and 13, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 2303 feet from the South line and 1527 feet from the East line (Unit J) of Section 13. The upper most perforation will be located 2586 feet from North line and 2195 feet from the East line (Unit G) of Section 13 and the lower most perforation will be 1650 feet from the North line and 2198 feet from the East line of Section 12 (Unit G). 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 because it is closer than 330 feet to the southern and southwestern boundary of the project area. Approval of the unorthodox completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

As support for this application, EOG provides the following additional information and exhibits:

Exhibit A is the Well Location and Acreage Dedication Plat (Form C-102), which shows the proposed non-standard location of the **Lucky 13 Fed Com No. 6H Well**.

¹ By separate application, EOG has sought administrative approval of the non-standard 200-acre project area to be dedicated to the proposed <u>Lucky 13 Fed Com No. 6H Well</u> and the <u>Lucky 13 Fed Com No. 7H Well</u>.



Exhibit B is a land plat for Sections 12 and 13 and the surrounding sections that shows the Lucky 13 Fed Com No. 6H Well in relation to the adjoining units and existing wells.

Exhibit C is a list of the parties affected by EOG's request for an unorthodox location. Each of these parties has 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. In addition, a courtesy copy of this application has been provided to the Bureau of Land Management-Carlsbad.

Your attention to this application is appreciated.

Sincerely,

Jordan L. Kessler

ATTORNEY FOR EOG RESOURCES, INC.

cc: Bureau of Land Management 620 E. Green Street Carlsbad, NM 88220

District 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (375) 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., Sante 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. Sante Fe, NM 87505

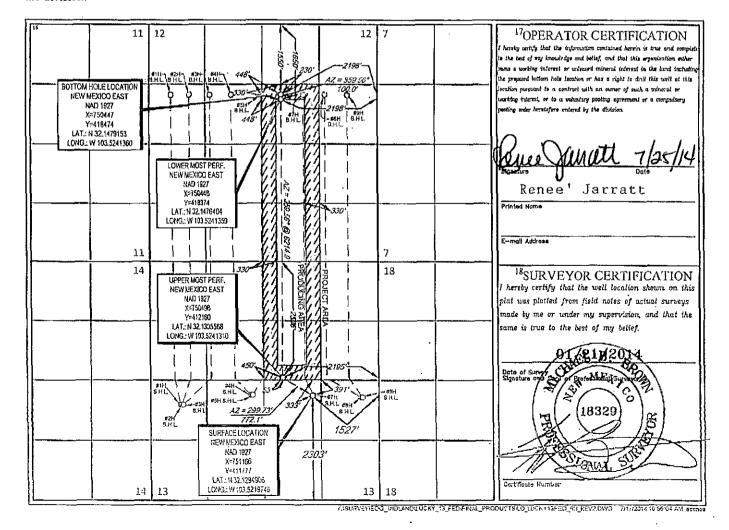
FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025- 426 11				² Pool Code 97900		Pool Name				
						RED HILLS; UPPER BONE :			SPRING SHALE	
Property Code		SProperty Name LUCKY 13 FED COM						⁶ Well Number #6H		
OGRID No. 7377		Operator Name EOG RESOURCES, INC.						Selevation 3346'		
					10 Surface Lo	cation				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/\Vest I	ine County	
J	13	25-S	33-E		2303'	SOUTH	1527'	EAST	LEA	
). 								
OL or lot no.	b.	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/\Vest l	,	
G	12	25-S	33-E	-)	1550'	NORTH	2198'	EAST	LEA	
¹² Dedicated Acres 200.00	¹³ Joint or	intill i∗Co	ensolidation Cod	e ¹⁵ Orde	r No.		······································			

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.



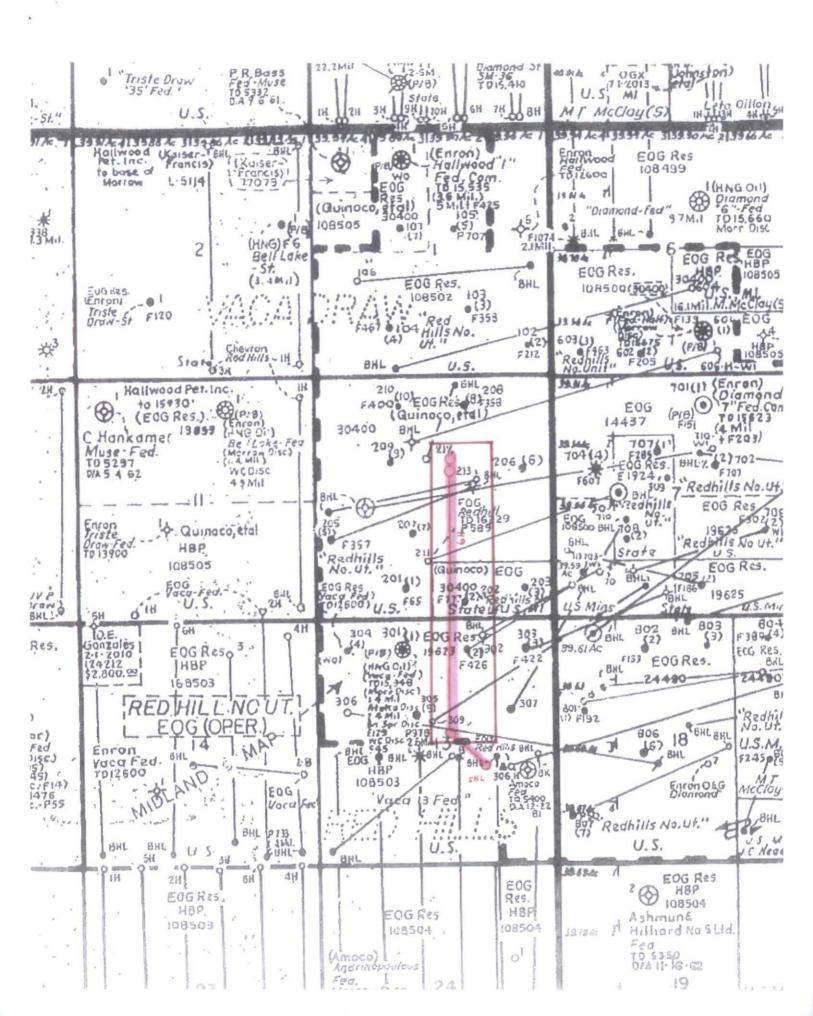


Exhibit C

Yates Petroleum Corporation ATTN: Land Manager 105 S. Fourth Street Artesia, NM 88210



Jordan L. Kessler Associate Phone (505) 988-4421 Fax (505) 983-6043 jlkessler@hollandhart.com

July 8, 2015

<u>VIA CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

TO AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Lucky 13 Fed Com No. 6H Well in the W/2 NE/4 of Section 13 and the W/2 SE/4 and SW/4 NE/4 of Section 12, Township 25 South, Range 33 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:

Dan McCright EOG Resources, Inc. (432) 686-3741 Dan McCright@eogresources.com

Sincerely,

Jordan L. Kessler

ATTORNEY FOR EOG RESOURCES, INC.

Exhibit C

Chevron Mid-Continent, LP ATTN: NOJV Group P.O. Box 2100 Houston, TX 77252

Roden Associates, LTD ATTN: Ben Kinney 2603 Augusta Drive, STE. 740 Houston, TX 77057

Roden Participants, LTD ATTN: Ben Kinney 2603 Augusta Drive, STE. 740 Houston, TX 77057

Sydhan, LP P.O. Box 92349 Austin, TX 78709

Judith A. West P.O. Box 1948 Cullman, AL 35056



Jordan L. Kessler Associate Phone (505) 988-4421 Fax (505) 983-6043 jlkessler@hollandhart.com

July 8, 2015

<u>VIA CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

TO AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of a 200-acre non-standard project area in the Red Hills; Upper Bone Spring Shale Pool (97900), Sections 12 and 13, Township 25 South, Range 33 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:

Dan McCright
EOG Resources, Inc.
(432) 686-3741
Dan McCright@eogresources.com

Sincerely,

Jordan L. Kessler

ATTORNEY FOR EOG RESOURCES, INC.

