

01/27/2016 DATE IN	SUSPENSE	UNAM ENGINEER	2/17/2016 LOGGED IN	NSL TYPE	P44m1604839013 APP NO.
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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 \_\_\_\_\_

- NSL 7384  
- EDG Resources Inc  
7377  
- BLACK BEAR 36 state  
703H  
30-025-43008

- [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

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P001  
- WL-025G-09  
52533360, 4pper  
WOLF Camp  
98094

- [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

1/22/16



January 22, 2016

**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  
2016 JAN 22 P 4:13

**Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Black Bear 36 State No. 703H Well in the E/2 E/2 of Section 36, 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 **Black Bear 36 State No. 703H Well** to be completed within the WC-025 G-09 S253336D; Upper Wolfcamp Pool (Pool Code 98094) underlying Section 36, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 253 feet from the North line and 705 feet from the East line (Unit A) of Section 36. The upper most perforation will be located 330 feet from North line and 1,035 feet from the East line (Unit A) and the lower most perforation will be 330 feet from the South line and 1,035 feet from the East line of Section 26 (Unit P). 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 western, northwestern, and southwestern boundaries of the project area. Approval of the unorthodox completed interval will allow for efficient spacing of horizontal wells and thereby prevent waste.

**Exhibit A** is a draft Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Black Bear 36 State No. 703H Well** encroaches on the spacing and proration units to the West, Northwest, and Southwest.

**Exhibit B** is a land plat for Section 36 and the surrounding sections that shows the proposed **Black Bear 36 State No. 703H Well** in relation to adjoining units and existing wells.



**Exhibit C** is a list of the parties affected by the encroachment to the West, Northwest, and Southwest. Each of these parties have been provided notice of this application by certified mail. EOG is the sole operator and mineral lessee of the state lease covering the W/2 E/2 of Section 36. Accordingly, there are no parties affected by the encroachment to the West. Nonetheless, a copy of this application has been provided to the New Mexico State Land Office and the Bureau of Land Management-Carlsbad Field Office.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "J. L. Kessler".

Jordan L. Kessler

**ATTORNEY FOR EOG RESOURCES, INC.**

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

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

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) 134-6178 Fax: (505) 314-6170  
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

API Number 30-025- <b>43008</b>	Pool Code 98094	Pool Name WC-025 G-09 S253336D; Upper Wolfcamp
Property Code 38965	Property Name BLACK BEAR 38 STATE	Well Number #703H
GRID No. 7377	Operator Name EOG RESOURCES, INC.	Elevation 3325'

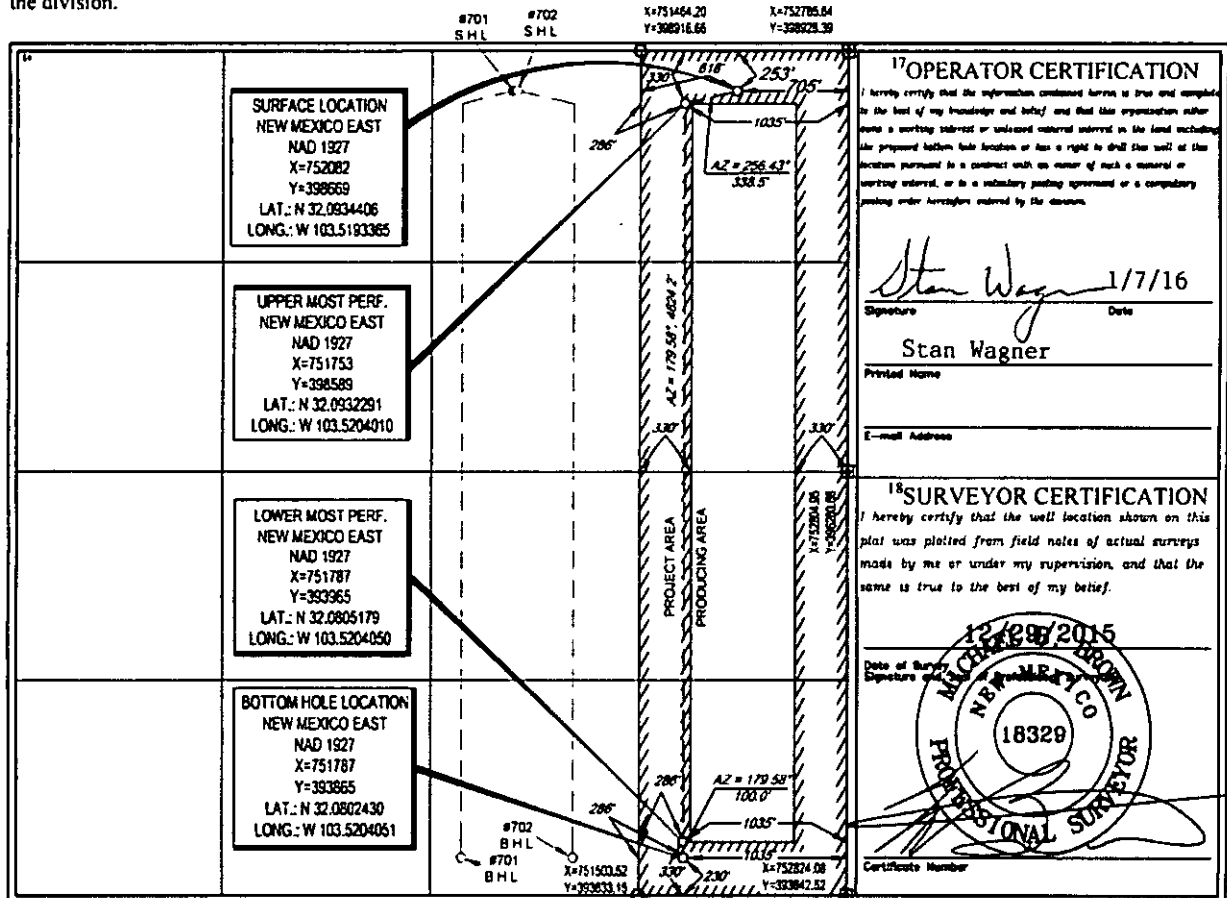
10 Surface Location

U/L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	36	25-S	33-E	-	253'	NORTH	705'	EAST	LEA

U/L or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	36	25-S	33-E	-	230'	SOUTH	1035'	EAST	LEA

Dedicated Acres 160.00	Joint or Infill	Consolidation Code	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.



S:\SURVEY\EOG\_ML\BLACK\_BEAR\_38\_STATE\FINAL\_PRODUCTS\SLD\_BLACK-BEAR38STATE\_703H.DWG 1/6/2016 9:12:38 AM scott

JAN 14 2016

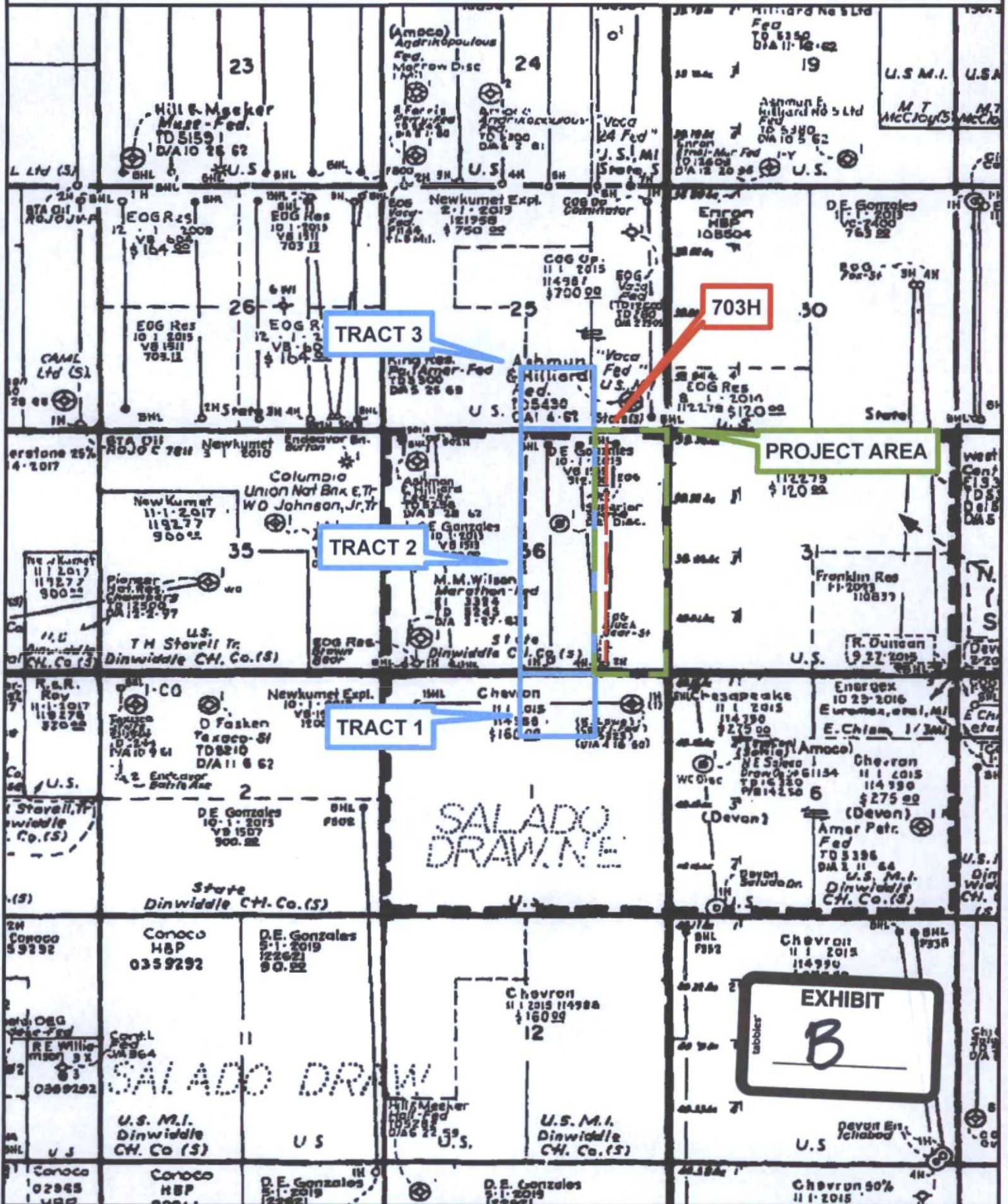
EXHIBIT

A



EOG RESOURCES, INC.

BLACK BEAR 36 STATE #703H UNORTHODOX LOCATION NOTICE TRACT PLAT  
TOWNSHIPS 25 & 26 SOUTH RANGE 33 EAST, LEA COUNTY, NM



**Exhibit C**

Chevron USA, Inc.  
1400 Smith St.  
Houston, TX 77002

Devon Energy Production, LP  
333 W. Sheridan Ave.  
Oklahoma City, OK 73102

Endeavor Energy Resources, LP  
a Texas limited partnership  
110 N. Marienfeld  
Ste. #200  
Midland, TX 79701

COG Operating, LLC  
a Delaware limited liability company  
600 W. Illinois Ave.  
Midland, TX 79701

Bradley S. Bates  
101 Blackberry Court  
Midland, TX 79705

WBA Resources, Ltd.  
a Texas limited partnership  
110 W. Louisiana  
Ste. #300  
Midland, TX 79701

Sagebrush Interests, LLC  
2450 Fondren  
Ste. #112  
Houston, TX 77063

RSC Resources, LP  
a Texas limited partnership  
6824 Island Circle  
Midland, TX 79707

Newkumet Exploration, Inc.  
Box 11330  
Midland, TX 79702

Petras Energy, LP  
Box 4127  
Midland, TX 79704

HOLLAND & HART <sup>LLP</sup>



**Jordan L. Kessler**  
**Associate**

**Phone** (505) 988-4421

**Fax** (505) 983-6043

**jlkessler@hollandhart.com**

January 22, 2016

**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 Black Bear 36 State No. 703H Well in the E/2 E/2 of Section 36, 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:

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

Sincerely,

Jordan L. Kessler

**ATTORNEY FOR EOG RESOURCES, INC.**

**Holland & Hart <sup>LLP</sup>**

**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. ☏