

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



June 28, 2017

EOG Resources, Inc.
Attn: Ms Jordan L. Kessler

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL-7551

EOG Resources, Inc.
OGRID 7377
Orrtanna 20 Federal Well No. 704H
API No. 30-025-43664

Non-Standard Location

Proposed Location:

	<u>Footages</u>	<u>Unit</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
Surface	221' FSL & 1999' FWL	N	20	26S	33E	Lea
Penetration Point	330' FSL & 2263' FWL	N	20	26S	33E	Lea
Final perforation	330' FNL & 2367' FWL	C	20	26S	33E	Lea
Terminus	147' FNL & 2367' FWL	C	20	26S	33E	Lea

Proposed Project Area:

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
E/2 W/2 of Section 20	160	WC-025 G-09 S263327G, Upper Wolfcamp	98097

Reference is made to your application received on June 2, 2017

You have requested to drill this horizontal well at an unorthodox oil well location described above in the referenced pool or formation. This location is governed by statewide Rule 19.15.15 9.A NMAC, which provides for 40-acre units with wells to be located at least 330 feet from outer unit boundaries, and Rule 19.15.16 14 B (2) NMAC concerning directional wells in designated project areas.

Your application has been duly filed under the provisions of Division Rules 19.15.15 13 NMAC and 19.15.4 12.A (2) NMAC.

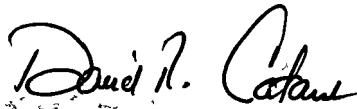
It is our understanding that the well deviated from plan, resulting in a non-standard location

It is also understood that notice of this application was mailed to affected parties on June 2, 2017

Pursuant to the authority conferred by Division Rule 19.15 15.13 (B) NMAC, the above-described unorthodox location is hereby approved

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19 15 5.9 NMAC

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary



DAVID R. CATANACH
Director

DRC/lrl

cc Oil Conservation Division – Hobbs District Office
Bureau of Land Management – Carlsbad