## STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

### NMOCD ACOI 172-B

#### IN THE MATTER OF EOG RESOURCES, INC.,

#### **Respondent.**

#### <u>AMENDED</u> AGREED COMPLIANCE ORDER

Pursuant to Ordering Paragraph 3 of Agreed Compliance Order 172, the Director of the Oil Conservation Division (OCD) hereby amends that order as follows:

### FINDINGS

1. Agreed Compliance Order 172 (Order or ACOI 172) required EOG Resources, Inc. (Operator) to return to compliance with OCD Rule 201 at least two of the wells identified in the Order by March 24, 2008 and file a compliance report by that date.

2. ACOI 172 provided that if Operator returned to compliance with OCD Rule 201 at least two of the wells identified in the Order by March 24, 2008 and filed a timely compliance report, the OCD would issue an amendment extending the terms of ACOI 172 for a second six-month period, requiring Operator to return an additional two wells to compliance by that deadline. ACOI 172 provides that if, in any six-month period, Operator returns more wells to compliance than the number required under the Order for that six-month period, the wells in excess of the number required will count towards the Operator requirements for the next six-month period.

3. Operator filed a timely compliance report, and OCD records verified that the following wells identified in the Order were returned to compliance:

٠	Caviness Federal #003	30-025-29637
٠	East Corbin Delaware Unit #010	30-025-31922
•	Nelson 3 Federal #009	30-015-25076
٠	West Corbin Federal #007	30-025-28918

4. Because Operator returned four wells to compliance, OCD amended the Order extending it to a third six-month period, requiring Operator to bring two additional wells into compliance by March 24, 2009.

EOG Resources Inc., OGRID 7377 ACOI 72-B Page 1 of 2 5. Operator has filed a timely compliance report for the third six-month period, and OCD records indicate that Operator has returned the following wells identified in the Order to compliance.

- Corbin Federal Delaware Unit #006 30-025-30430
- Federal MA #002 30-025-22096
- Holly 8 Federal COM #001 30-015-24298
- Jamaica Gulf Federal #001 30-025-22153
- Nelson 3 Federal #010 30-015-27490
- West Corbin Federal #026 30-025-31064

# CONCLUSIONS

1. Operator returned six of the wells identified in the Order to compliance by March 24, 2009, exceeding its two-well goal by four wells.

2. Because Operator met its goal for the third period, the OCD should amend ACOI 172 to extend its terms through September 24, 2009, with the four excess wells counting towards Operator's compliance goal for the fourth and final period.

# ORDER

1. ACOI 172 is extended through September 24, 2009.

2. The terms of ACOI 172 otherwise remain in effect.

Done at Santa Fe, New Mexico this 12 day of telmon, 2009

Mark Fesmire, P.E. Director, Oil Conservation Division