



RECEIVED

2017 FEB 24 P 2 31

P.O. Box 2267, Midland, Texas 79702
Phone: (432) 686-3600 Fax: (432) 686-3773

February 7, 2017

Bureau of Land Management
Carlsbad Field Office
620 E. Greene St.
Carlsbad, New Mexico 88220-6292

State of New Mexico
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87504

Re: Phantom Draw Federal Exploratory Unit
Serial No. NMNM 71013X
2017 Plan of Development
Eddy County, New Mexico
EOG Resources, Inc. Contract K0010525

Gentlemen:

EOG Resources, Inc. (EOG), as Unit Operator of the Phantom Draw Federal Exploratory Unit (PDFEU), hereby submits for your approval, our 2017 Plan of Development.

Items included are as follows: Planned 2017 operations, previous year operations, current status of all wells within the unit, and production graphs for each productive reservoir. Also attached is a current map, showing respectively the unit's: structural and geologic interpretations, participating area boundaries, wells, flow-lines, and roads.

It is understood that approval of this plan does not approve the work covered by the plan. Individual approval is still required for such items as APD's/ROW's/etc.

Any modifications or additions to this Plan of Development will be filed as supplements to the plan.

Sincerely,

A handwritten signature in black ink, appearing to read "G. S. Barker", written over a horizontal line.

Gary S. Barker
Landman

2017 Planned Operations:

Drilling -

At this time, EOG does not plan any new drill wells in the PDFEU.

Completions -

At this time, EOG does not plan any new drill wells in the PDFEU.

Plug Back -

At this time, EOG does not plan any plug backs in the PDFEU.

Conversion -

At this time, EOG does not plan any conversions in the PDFEU.

Abandonment -

None

Other surface disturbing operations -

None

Previous Year Operations (2016):

Drilling –

EOG did not drill any new wells in the PDFEU in 2016.

Completions –

EOG did not complete any wells in the PDFEU in 2016.

Plug Back –

EOG did not plug back any wells in the PDFEU in 2016.

Conversion –

EOG did not complete any conversions in the PDFEU in 2016.

Abandonment –

None

Other surface disturbing operations –

None

Status of all Wells within the Unit:

| WELL NAME & NUMBER | API NUMBER | COMP DATE | ZONE | STATUS |
|--------------------------|------------|-----------|----------|---------|
| Phantom Draw Fed Unit #4 | 3001531235 | 10/7/2000 | Wolfcamp | Flowing |

Production Graphs:

See Attachments

Map of structural and geologic interpretations, participating area boundaries, wells, flow-lines, and roads:

See Attachment

The working interest owners have been provided a copy of this 2017 Plan of Development. EOG Resources, Inc. and the working interest owners believe that all current Phantom Draw Federal Exploratory Unit obligations have been satisfied.

In accordance with Section 10 of the Phantom Draw Federal Exploratory Unit Agreement, please signify your approval of the 2017 Plan of Development by executing in the signature block below. Please return one approved copy to EOG Resources, Inc. at the letterhead address.

Should you have any questions or comments in this regard, please contact me at 432-686-3637.

Bureau of Land Management

Date

New Mexico Oil Conservation Division

Date

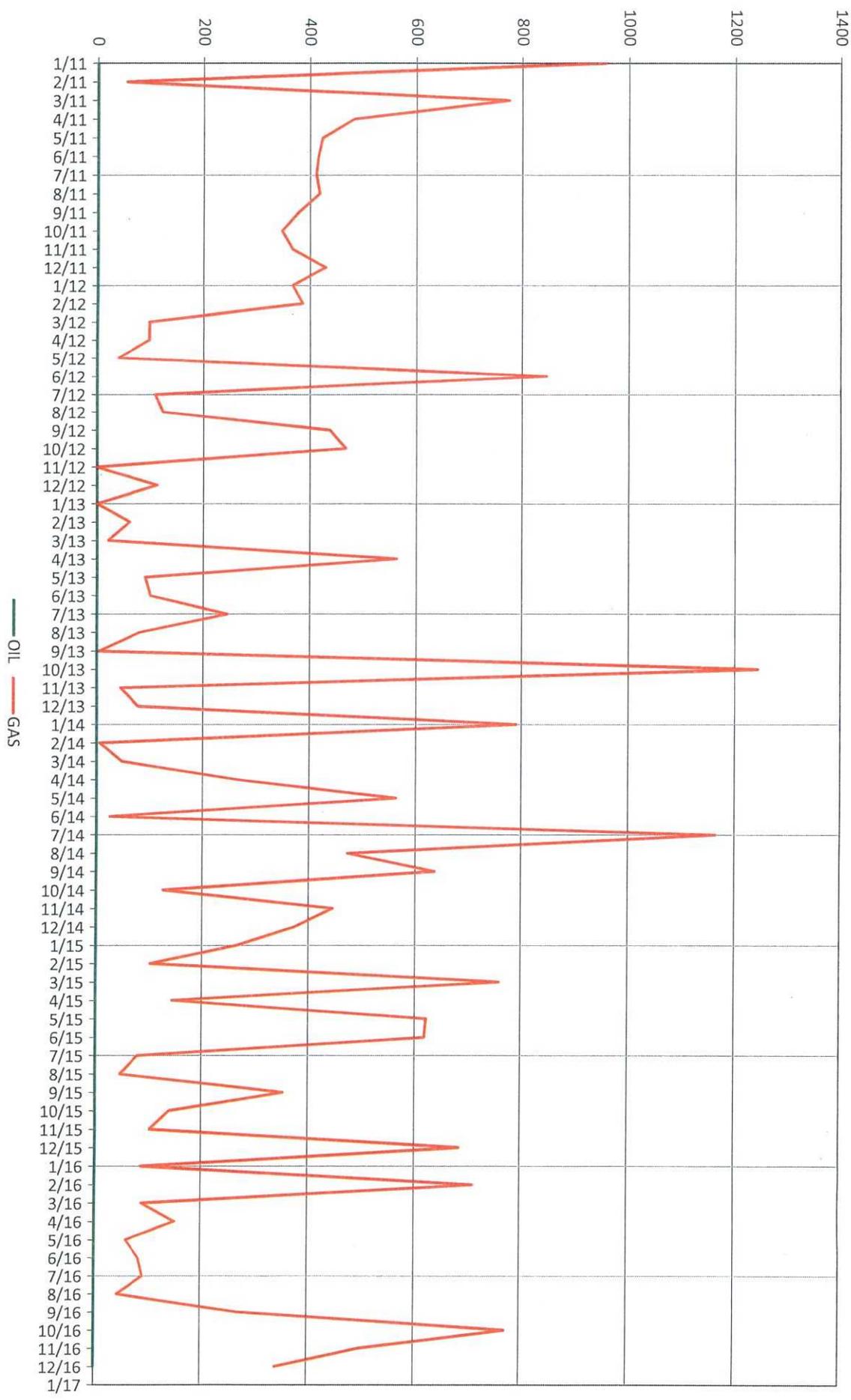
The foregoing approvals are for the 2017 Plan of Development for the Phantom Draw Federal Exploratory Unit, Eddy County, New Mexico.

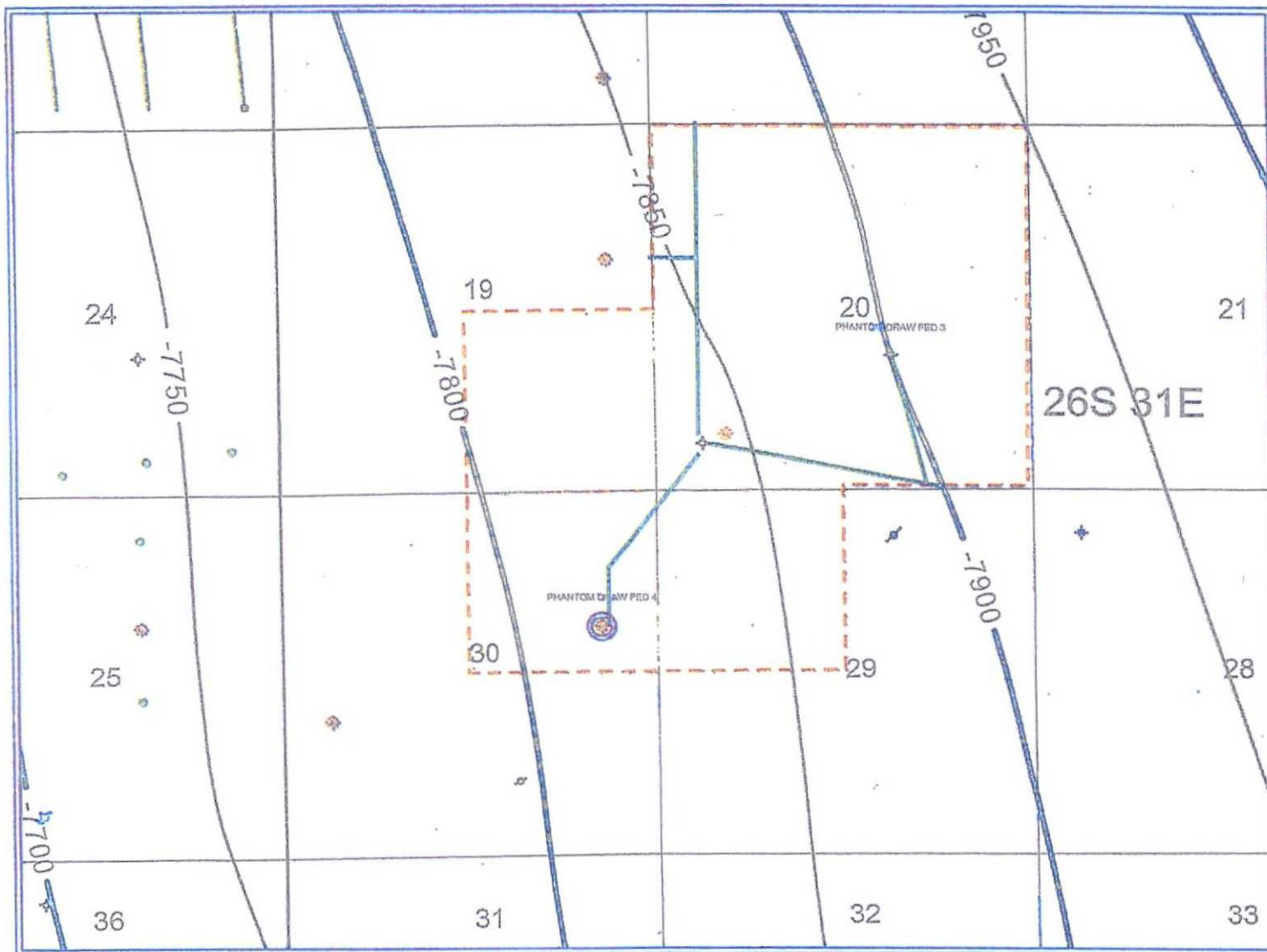
cc: Yates Petroleum Corporation
105 South Fourth St.
Artesia, New Mexico 88210
Attn: Janet Richardson

Mountain Home Oil Company
4505 Meadowlark
Midland, Texas 79707
Attn: Ken Gray

MCF

Phantom Draw Exploratory Unit





Phantom Draw Unit
 Eddy County, NM
 Twn / Rng:
 26S-31E

Structure on
 Top of Wolfcamp
 Contour Interval 50 feet

 Operating Unit
 Boundary

Phantom Draw Unit
 Eddy County, NM
 Twn / Rng:
 26S - 31E

 Operating Unit Boundary
 & Existing PA

 Roads/Pipelines