

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

February 3, 2017

CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Working Interest Owner (See Attached List)

RE Well Proposal
Osprey 10 #602H
Sec 3 and 10 T25S R34E
Lea County NM

## Gentlemen

Attached for your review and further handling please find EOG Resources Inc 's (hereafter "EOG") cost estimates for the drilling, completing and equipping of the captioned well along with a copy of the C-102 plat for same filed with the permit application

The captioned EOG – Osprey 10 #602H well is hereby proposed as a horizontal Third Bone Spring Sand test from a surface hole location 530 FSL & 1113 FWL of Section 10, T25S R34E Lea County, New Mexico to a proposed bottom hole location 2404' FSL & 1270' FWL of Section 3, T25S R34E, Lea County, New Mexico Estimated total vertical depth for this well is 12,200' and estimated measured depth is 19,700 Project area for a successful completion will be the W/2W/2 of said Section 10 and W/2SW/4 of Section 3

A check of the Lea County records indicates that you are the owner of unleased minerals or-leasehold estate-in-Section 3-or-Section-10-EOG-proposes-to form-a-working interest-covering the S/2 of Section 3 and all of Section 10, T25S, R34E, Lea County, New Mexico from the surface to the base of the Wolfcamp formation under an operating agreement naming EOG as Operator and providing, among other provisions for 100%/300%/300% non-consent penalties. This proposed operating agreement will supersede any existing agreements in either the S/2 of Section 3 or Section 10. A draft will be forwarded to you for review after a positive response to this proposal is received.

Please remember that the enclosed AFEs combined will constitute a single operation requiring a single election on your part. In the event that you elect to participate in the captioned well, please mark the appropriate space below and return one copy of this letter along with a signed copy of both cost estimates to my attention at the letterhead address along with your geological requirements

3EFORE THE OIL CONSERVATION DIVISION

Santa Fe New Mexico
Exhibit No 6
Submitted by
EOG RESOURCES, INC
Hearing Date March 30, 2017

Thank you in advance for your early consideration of this proposal If you have any questions, please call the undersigned at 432 686 3649 or by sending email to matthew\_phillips@eogresources.com

EOG Resources, Inc

Matthew C Phillips RPL Landman II

Sincerely

	Please indicate your election in the space provided below
	The undersigned elects <b>TO PARTICIPATE</b> in the drilling, completing and equipping of the captioned EOG Resources, Inc. Osprey 10 #602H well
	The undersigned elects <b>NOT TO PARTICIPATE</b> in the drilling, completing and equipping of the captioned EOG Resources, Inc. Osprey 10 #602H well
Company _	
Ву	
Title	



MIDLAND		Printed 02/03/2017					
AFE No	106302		Origina				
Property No	072478-000						
EOG W I (BCP)	68 %	(ACP)	68%				
EOG AFE Amt.	(Drl	g)	\$2,032,234				
	(Lan	<u>d)</u>	\$51 680				
	(Completio	n)	\$3,051,450				
	(Facilit	y)	\$247,520				
	(Flowbac	k)	\$401,200				
	Total Co	st	\$5 784 084				

AFE Type DEVELOPMENT DRILLING AFE Name OSPREY 10			Date 12/			iget Year 201	7
leg Lease No Prospect Name RED H	ILLS CE			00 / 19700 3H(LATERAL #		in Date	DA ESI &
LOCALON SECTION TO 1230-134E 030 FGE & 1113 FWE			FWL	onima i Eroar H	1) Secuon 3-	1200-1345 24	U4 FSL @
ormation				VOLFCAMP SH			
Operator EOG RESOURCES INC County & State LEA / N AFE Description OSPREY 10 #602H D&C TO 12 200 TVD 19 700 MD			UNASSI		Wat Oduct OIL	er Depth	010
OMPLETED IN THE 3rd BONE SPRING SAND THE WELL IS LOCATE					oduct OIL	Day	0/0
DESCRIPTION	SUB	DRILLING	LAND	COMPLETION	FACILITY	FLOWBACK	TOTAL
	ACT	230	237	231	235	236	
ACCESS LOCATION ROADS&SURVEY  *OMP-FLBK LOCATION AND ROADS	401	128 793			0		133 79 25 00
OMP-RIG MOVE	402			5 000	0	0	5 00
RIG MOVE DAY WORK COST	402	60 408 456,500			0		60 40 456 50
SITS & BHA	405	98,232					98 23
OMP BITS & PHA	405						15 00 220 96
UEL	406	70 964			0		70 98
NATER 3 EACH @ \$ 371 429	407	13 662			0		1 127 94
OMP FLBK-CHEMICALS AUD & CHEMICALS	408	277 420			0		3 00 277 42
EMENTING & SERVICE	409	175 000			0		175 00
OMP PERFORATING OMP STIMULATION 58 862 EACH @ \$ 32	413	- 6					208 00 1 883 60
OMP-FAC TRANSPORTATION	415		(	20 000	0		20 50
TRANSPORTATION OMP Completion Overhead	415 416	27,711	1 - 8				27,71 10 00
DRILLING OVERHEAD	416	6,383		C	0	0	6 38
*OMP EQUIPMENT RENTAL *LBK EQUIPMENT	417	205 000			3 000		175 00 273 00
RENT/OPERATIONS	1			L			
OMP COMPLETION RIG OMP FLBK ENVIRONMENTAL &	418	- 6	- 6		0	1 500	20 00 26 50
NVIRONMENTAL & SAFETY	421	14 620		<u> </u>	<u> </u>	0	14 62
DIRECTIONAL DRILLING	422	251 860			ő		251 86
OMP FLBK-SUPERVISION/OPERATIONS UPERVISION	424 424	140 000					105 70
OMP COMMUNICATIONS	431	140 000	0		0		140 00 5 00
TUBULAR INSPECTION/HANDLING	436	25 000			C		25 00
OMP CASED HOLE LOGGING/TEST PECIALTY SERVICES	438	75 000			0		75 00
MIRELINE SERVICES	442	31 080	0	7 500	0	0	38 58
OMP COIL TUBING/NITROGEN OMP FLBK-CONTRACT LABOR	445 446	0	0		0		198 80 20 50
COMP-FLBK-DISPOSAL COSTS	447	0	- 0	0	0	400 000	400 00
DISPOSAL COSTS 100 000 @ \$ 2 OMP-COMPLETION FLUIDS	447	109 647		250 000 10 000	0	0	359 64 10 00
OMP FLOWBACK	465	0	Ö	50 000	0		115 00
OMP LAND DRILLSITE TITLE DPINION	480	0	5 000	0	0	0	5 000
OMP LAND ROW DRILLING	482	0		0	0		7 500
OMP LAND ROW COMPLETION OMP LAND SURVEY & DAMAGES	483 484	0		0	00	0	7 500 20 000
DRILL OMP LAND SURVEY AND DAMAGES	485				0		20 000
<u>OMP</u>						Ч	
OMP REG PERMIT FEE/ENV SURV&ASSESS	486	0	16 000	0	0	0	16 000
TOTAL INTANG	BLES	-\$2 167,280	\$76 000	<del> \$4</del> 344 351	\$3 000	\$570 00 <b>0</b>	<b>-\$7,180 63</b> 1
UOM QTY SIZE SIZE GRADE							AP XX
35/8" 40# J55 LTC   FEET   1 000   9 5/8"   J55 LTC   25 00   5/8" 29 7# FLUSHMAX III   FEET   11 200   7 5/8"   FM III   24 00	102	25 000 268 800		0	0	0	25 000 268 800
PRODUCTION CASING   FEET 19 500 5 1/2"   23#   25 00		487 500	0	0	0	0	487 50
OMP TUBING 2 875 6 5# J55	106 107	40 000	0	55 575 60 000	0	0	55 579 100 000
OMP FAC-FLOW LINES	109	0	0	0.00	25 000	0	25 000
OMP VALVES & FITTINGS OMP-PUMP	110	00	0	2 500 25 000	62 000 0	20 000	84 50 25 00
QUIP/SUBSURFACE OMP FAC-HEATERS TREATES SEPRS	115				100 000		
OMP FAC METERING	118	0	0	0	25 000	0	100,000 25 000
QUIPMENT OMP-FAC CONSTRUCTION	122	0	0	0	77 000	- 0	77 000
OST						1	
OMP FAC AUTOMATION QUIPMENT	122		C	C	10 000		10.000
OMP FAC-LABR/ELEC MEAS/AUTOMA	124	0	0	0	50 000	0	50 000
OMP FAC-INSTRUMENT/ELECTRIC	128	0	- 0	0	10 000	0	10 000
QUIP OMP FAC TRANSPORTATION	415	0	0	- 0	2 000	n	2 000
TOTAL TANG	BLES	\$821 300	\$0	\$143 075	\$361 000	\$20 000	\$1 345,37
TOTAL	COST	\$2,988 580	\$76 000	\$4,487,426	\$384 000	\$590 000	\$8,506 000
By Date		Ву			Date	, <u> </u>	
JOINT OPERATOR A	PPROV	/AL	<del></del>				
					AFF Report of	 enerated by Na	daetor Peae



MIDLAND	P	rinted 02/03/2017
AFE No	106302	Original
Property No	072478-000	
EOG W.I (BCP)	68 %	(ACP) 68%
EOG AFE Amt:	(Drig	\$2,032,234
	(Land	\$51,680
	_(Completion	\$3,051,450
	(Facility	\$247,520
	(Flowback	\$401,200
	Total Cos	t \$5 784 084

Tirm	By	17140	la
<b>4</b> ****	-y	Title	Date
	<u> </u>	<u> </u>	



MIDLAND		Printed 02/03/2017						
AFE No	107912		Original					
Property No	073784-000							
EOG WI (BCP)	68 %	(ACP)	68%					
EOG AFE Amt	(1)	Orig)	\$0					
	(Li	and)	\$0					
	(Complet	lon)	\$0					
	(Fac	lity)	\$1,306,280					
	(Flowb	ack)	\$0					
	Total (	Cost	\$1 306,280					

AFE Type PRODUCTION FAC	ON LE	ASE	AFE Na	me OS	PREY 10	СТВ	Ai	FE (	Date 01/2	5/2017	Buc	get Year 201	7
Reg Lease No Prospect Name RED HILL					LLS	T/	TVD / MD Begin Date						
ocation							BI	BHLocation					
ormation								D&A	Fleid				
Operator EOG RESOURCES INC County & State LEA / NEW MED								eld	UNASSI	GNED	Wat	er Depth	
AFE Description OSPREY 10 CTB that will service the OSPREY 10 #602H OSPR									1H wells	Pro	oduct	Days	0/0
DESCRIPTION							DRILLIN 230	G	LAND 237	COMPLETION 231	FACILITY 235	FLOWBACK 236	TOTAL
OMP FAC LOCATION AND R	DADS					401		0	0	0	89,000	0	89,000
13000				TOTAL	. INTANG	IBLES	~~	<b>\$0</b>	\$0	\$0	\$89 000	\$0	\$89 000
	UOM	QTY	SIZE	SIZE	GRADE	IRATE		Т				<del> </del>	
OMP FAC TANKS 4						108		d	0	0	264 900	0	264 900
OMP FAC VALVES &						110		٥	0	0	275 000	0	275 000
OMP FAC PUMP QUIP/SURFACE						112		9	0	0	51 100	0	51 100
OMP FAC-HEATERS TREATE	SSEP	S				115		0	0	0	192 500	- 0	192 500
OMP FAC METERING QUIPMENT						118		9	0	0	255 500	0	255 500
OMP FAC CONSTRUCTION OST						122		٩	0	0	242 000	0	242 000
OMP FAC LABR/ELEC						124		9	0	0	8 000	0	8 000
OMP FAC EMISSIONS QUIPMENT						127		9	0	0	241 000	0	241 000
OMP FAC INSTRUMENT/ELE						128		٩	0	0	140 000	0	140 000
OMP FAC TRANSPORTATIO						415		o	0	0			20 000
OMP FAC FACILITY OVERHEAD						416	L	9	0	- 0	50 000	٥	50 000
OMP FAC ENVIRONMENTAL SAFETY						421		0	0	0		`	2 000
OMP FAC COMMNUNICATIO	VS.					431		0	0	0	5 000		5 000
OMP FAC ELECTRICAL ABOR						471	<u>.                                    </u>	9			85 000	1	85 000
TOTAL TANGI TOTAL								\$0 \$0	\$0 \$0	\$0 \$0			\$1 832,000 \$1 921 000
3y Date						Ву				Dat	е		
JOINT OPERATOR APPROVAL													
lm			Ву						Title			Date	