

Revised March 23, 2017

ID NO. 342904

NSP - 2208

RECEIVED:

05/10/24

REVIEWER:

TYPE:

APP NO:

pLEL2413155919

ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & 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

Applicant: EOG Resources, Inc.**OGRID Number:** 7377**Well Name:** Lacey Swiss 1 Fed Com 204H & Others**API:** Multiple**Pool:** Red Hills; Upper Bone Spring Shale**Pool Code:** 97900

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

1) TYPE OF APPLICATION: Check those which apply for [A]

A. Location – Spacing Unit – Simultaneous Dedication

☐ NSL☐ NSP (PROJECT AREA)☒ NSP (PRORATION UNIT)☐ SD

B. Check one only for [I] or [II]

[I] Commingling – Storage – Measurement

☐ DHC☐ CTB☐ PLC☐ PC☐ OLS☐ OLM

[II] Injection – Disposal – Pressure Increase – Enhanced Oil Recovery

☐ WFX☐ PMX☐ SWD☐ IPI☐ EOR☐ PPR**2) NOTIFICATION REQUIRED TO:** Check those which apply.A. ☒ Offset operators or lease holdersB. ☒ Royalty, overriding royalty owners, revenue ownersC. ☐ Application requires published noticeD. ☒ Notification and/or concurrent approval by SLOE. ☒ Notification and/or concurrent approval by BLMF. ☐ Surface ownerG. ☒ For all of the above, proof of notification or publication is attached, and/or,H. ☐ No notice required**FOR OCD ONLY**☐

Notice Complete

☐Application
Content
Complete

- 3) 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.

Lisa Youngblood

Print or Type Name

Lisa Youngblood

Signature

5/8/2024

Date

(432)247-6331

Phone Number

lisa_youngblood@egresources.com

e-mail Address



Lisa Youngblood
Phone: (432) 247-6331
Email: lisa_youngblood@eogresources.com

May 10, 2024

VIA ONLINE FILING

Dylan Fuge, OCD Director
Oil Conservation Division
New Mexico Department of Energy, Minerals, and Natural Resources
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Application of EOG Resources, Inc. for administrative approval of a 1279.64-acre non-standard horizontal spacing unit in the Bone Spring formation, precisely the Red Hills; Upper Bone Spring Shale (97900) comprised of Section 1 and 12, Township 25 South, Range 33 East, NMPM, Lea County, New Mexico.

Dear Director Fuge,

Pursuant to 19.15.16.15(B)(5) NMAC, EOG Resources, Inc. ("EOG") (OGRID No. 7377) seeks administrative approval of a non-standard 1279.64-acre horizontal spacing unit comprised of Section 1 and 12, Township 25 South, Range 33 East, NMPM, Lea County, New Mexico. The proposed non-standard spacing will be developed by the following wells:

- Lacey Swiss 1 Fed Com No. 201H (API No. 30-025-52773) (Sundry Pending)
- Lacey Swiss 1 Fed Com No. 203H (API No. 30-025-52775) (Sundry Pending)
- Lacey Swiss 1 Fed Com No. 205H (API No. 30-025-52777) (Sundry Pending)
- Lacey Swiss 1 Fed Com No. 206H (API No. 30-025-52778) (Sundry Pending)

The Division has placed these wells into the Red Hills; Upper Bone Spring Shale (97900) pool. The wells in the proposed non-standard spacing unit have not been drilled. The acreage included in the non-standard spacing unit will be the subject of a single Communitization Agreement.

EOG seeks administrative approval of a non-standard spacing unit to develop the acreage as a single communitized area. Doing so allows EOG to efficiently locate surface facilities, reduce surface disturbance, consolidate roads, tanks and pipelines, and promote effective well spacing, thereby promoting conservation and preventing waste. A single surface facility also reduces emissions from multiple tank batteries. Division Rules contemplate and encourage oil and gas development, where possible, in enlarged areas of common ownership to minimize surface disturbance and to promote efficient well spacing, *see, e.g.*, 19.15.16.7.P NMAC; 19.15.16.15.B(8) NMAC; 19.15.16.15.C(7) NMAC, and authorize administrative approval of such a request, *see* 19.15.16.15(B)(5) NMAC.

Exhibit A is a map showing the proposed non-standard spacing unit, the subject leases, and the proposed wells.

Exhibit B is a copy the Well Location and Acreage Dedication Plat (C-102) for each of the wells within the proposed non-standard spacing unit.

Exhibit C is a lease map showing the notice tracts for the proposed non-standard spacing unit.

Exhibit D is a cross section exhibit showing the Bone Spring target for these subject wells.

Exhibit E is a list of parties affected by this application, tracking information and proof of mailing. Affected parties were provided a copy of the application with all attachments by certified mail, along with notice that any objection must be filed in writing with the Division within 20 days from the date the Division receives the application. Royalty owners, including BLM and SLO were provided a copy of the application. A copy of the notice letter is included in **Exhibit F**.

Thank you for your attention to this matter.

Very truly yours,

Lisa Youngblood

Lisa Youngblood
Regulatory Specialist

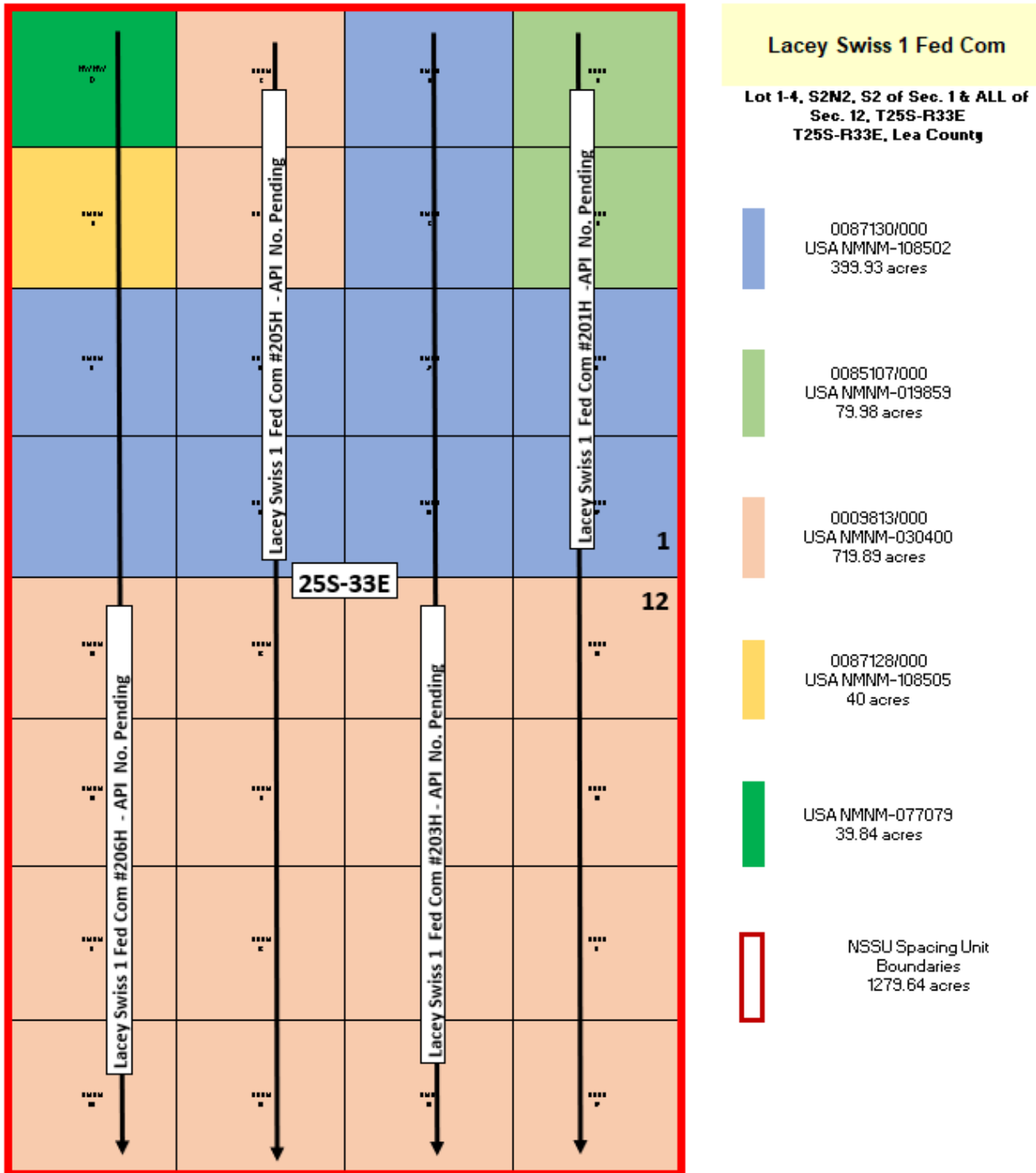


Exhibit A

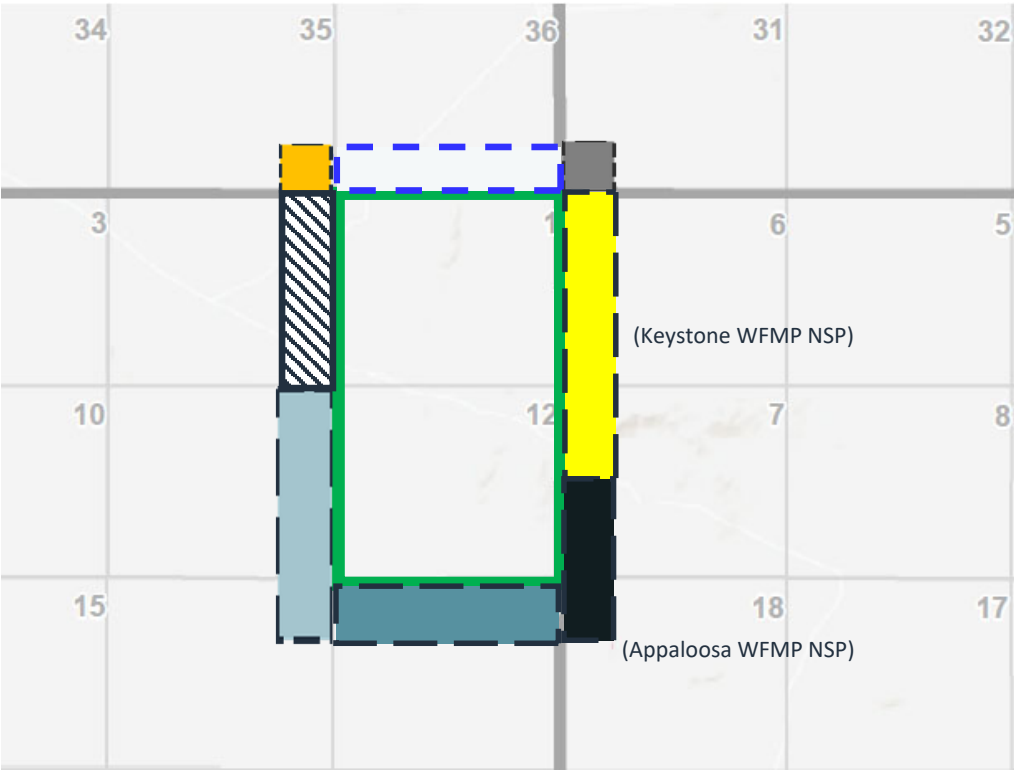
Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
☐ AMENDED REPORT




Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
☐ AMENDED REPORT

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
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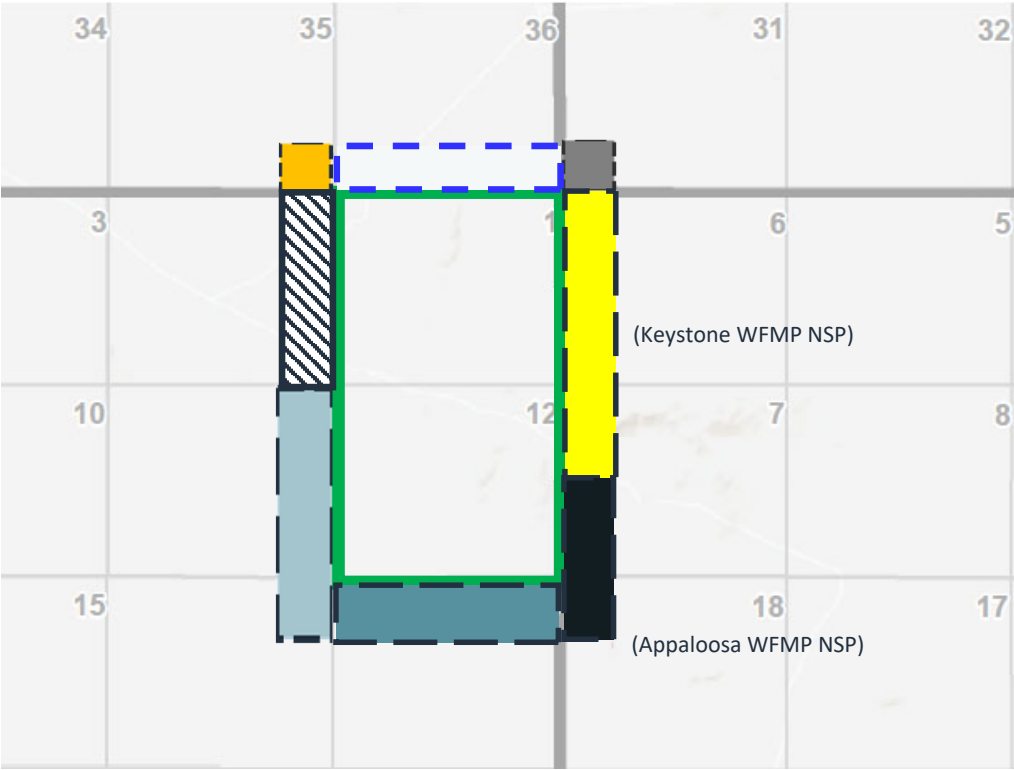
Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
☐ AMENDED REPORT





Proposed Non-Standard Horizontal Spacing Unit
Lacy Swiss 1 Fed Com: Lot 1 (NENE), Lot 2 (NWNE),
Lot 3 (NENW), Lot 4 (NWNW), S2N2, S2 of Sec. 1 & ALL of
1/4 Sec. 2 T25S-R33E
Lease Summary
Notice Tracts

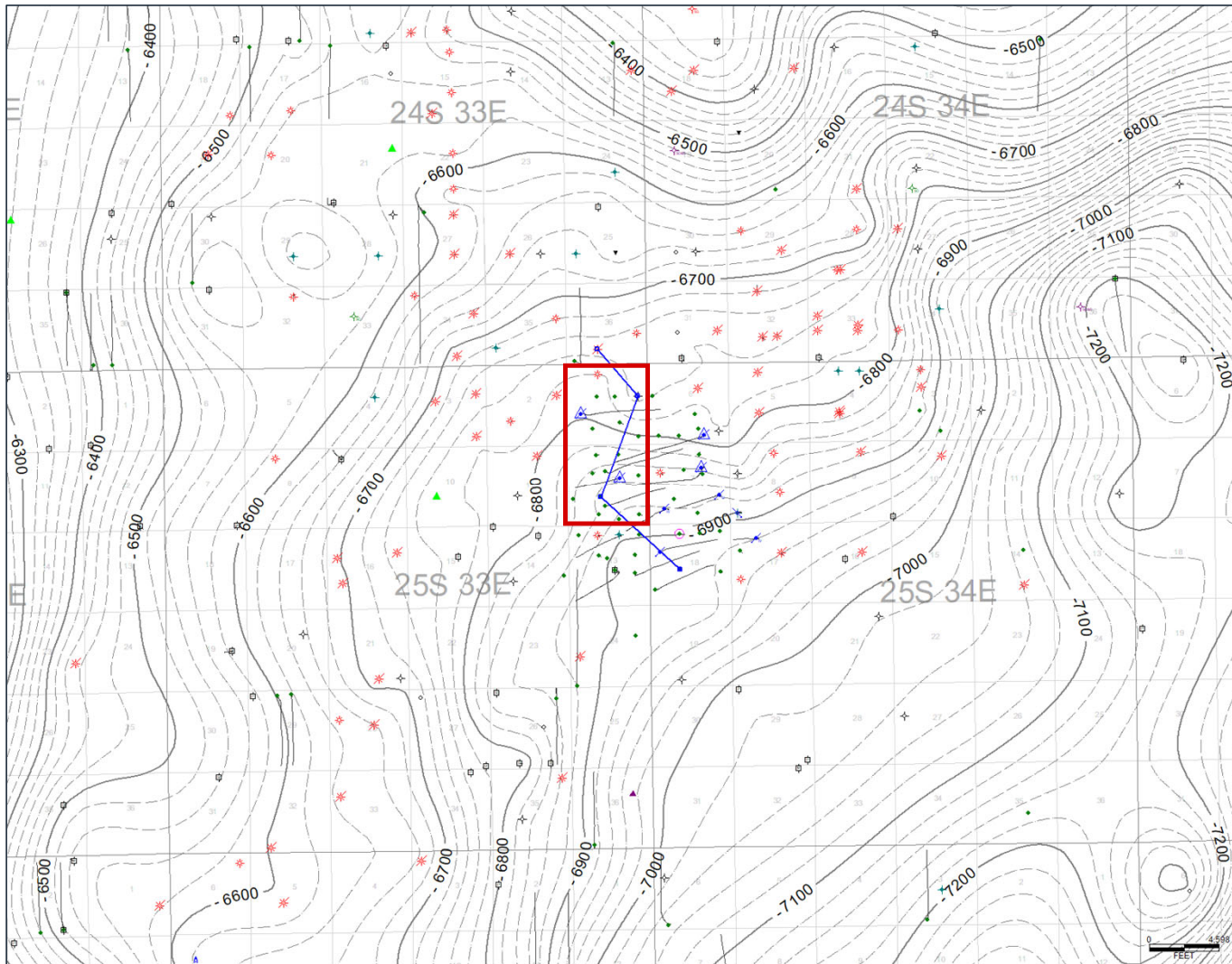


-  Proposed
Lacy Swiss 1 NSSU
-  Bone Spring Wells
Operated by EOG 100%
State Acreage
-  Bone Spring Wells
Operated by EOG 100%
Federal acreage
-  Bone Spring Wells
Operated by EOG
E. Cecile martin
James R. Hurt
Sharktooth Resources, LTD
Hurt Properties, LP
Gilmore Resources, Inc.
Antelope Energy Company, LLC
SGC Operating, LLC
Ventura Energy Partners, LP
Rebel Resources, LLC
Federal Acreage
-  Bone Spring Wells
EOG – Operator / Working Interest Owners:
Westlawn Fortuna, Inc.
Sydhan, LP
Judith A. West
Federal Acreage
-  Bone Spring Wells
EOG - Operator / Working Interest Owners:
Kaiser-Francis Oil Company
Accelerate Resources Operating
Sydhan, LP
Judith A. West
State Acreage

Proposed Non-Standard Horizontal Spacing Unit
Lacey Swiss 1 Fed Com: Lot 1 (NENE), Lot 2 (NWNE),
Lot 3 (NENW), Lot 4 (NWNW), S2N2, S2 of Sec. 1 & ALL of
16, T25S-R33E
Lease Summary
Notice Tracts



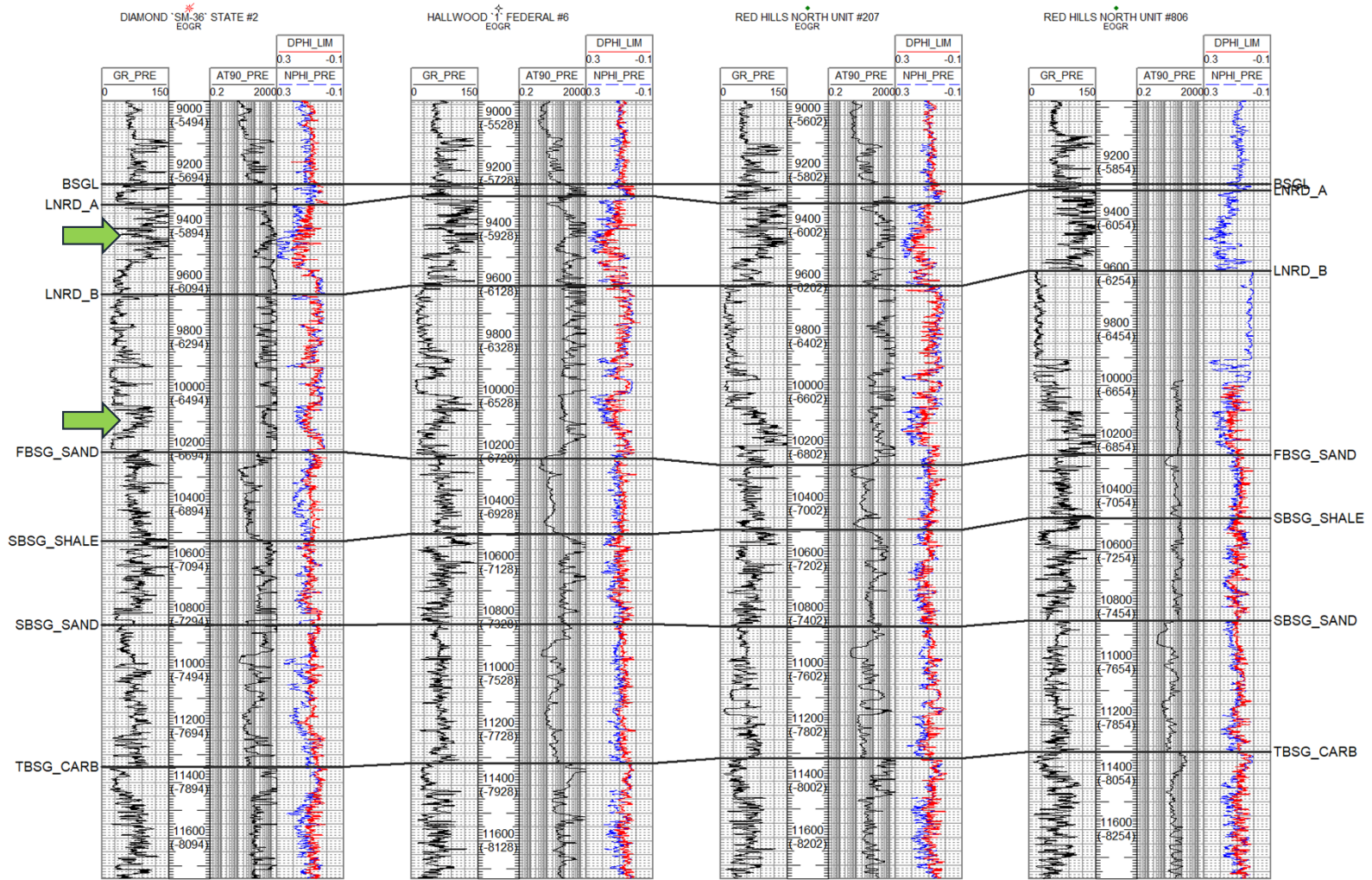
-  Proposed
Lacey Swiss 1 NSSU
-  Bone Spring Wells
Operated by EOG
Westlawn Fortuna, Inc.
NHPP Permian, LLC
FR Energy, LLC
Chevron Midcontinent, L. P.
Sydhan, LP
Judith A. West
Federal Acreage
-  Bone Spring Wells
EOG - Operator / Working Interest Owners:
Westlawn Fortuna, Inc.
NHPP Permian, LLC
FR Energy, LLC
Chevron Midcontinent, L. P.
Sydhan, LP
Judith A. West
Federal Acreage
-  Bone Spring Wells
EOG - Operator / Working Interest Owners:
Westlawn Fortuna, Inc.
NHPP Permian, LLC
FR Energy, LLC
Chevron Midcontinent, Inc.
Sydhan, LP
Judith A. West
Gilmore Resources, Inc.
The Gilmore Revocable Trust
E. Cecil Martin
Freddie Jean Wheeler
James R. Hurt
Hurt Properties, LP
Sharktooth Resources, Ltd.
Federal Acreage



FBSG SD STRUCTURE (TVDSS)



Midland Division



There are at least 2 continuous landing zones across the full section of Lacey Swiss in the Bone Spring section



Midland Division

Notice List for Lacey Swiss 1 Non Standard Spacing Unit
EOG Resources, Inc.
Notice List

New Mexico Oil Conservation Division
Attn: Mr. Leonard Lowe
1220 South St. Francis Drive
Santa Fe, NM 87505
Via OCD Online

New Mexico State Land Office
Attn: Baylen Lamkin
P.O. Box 1148
Santa Fe, NM 87504
7021 0350 0000 2500 7354

Bureau of Land Management
Attn: Mr. Jonathon Shepard
620 E. Green Street
Carlsbad, NM 88220
7021 0350 0000 2500 7347

Hurt Properties, LP.
P.O. Box 1927
Abingdon, VA 24212
7021 0350 0000 2500 7316

Westlawn Fortuna, Inc.
4801 Woodway Dr., Suite 455E
Houston, Texas 77056
7021 0350 0000 2500 7323

FR Energy, LLC
55 Waugh Dr., Ste. 1200
Houston, TX 77007
7021 0350 0000 2500 7330

NHPP Permian, LLC
600 Travis St., Ste. 6290
Houston, TX 77002
7021 0350 0000 2500 7309

Sydhon, LP
P.O. Box 92349
Austin, Texas 78709
7021 0350 0000 2500 7293

Chevron Mid-Continent, L.P.
1400 Smith Street
Houston, Texas 77002
7021 0350 0000 2500 7286

Judith A. West
P.O. Box 1948
Cullman, Alabama 35056
7021 0350 0000 2500 7255

Kaiser-Francis Oil Company
P.O. Box 21468
Tulsa, Oklahoma 74121
7021 0350 0000 2500 7262

Gilmore Resources, Inc.
P.O. Box 577
Kimball, NE 69145
7021 0350 0000 2500 7279

Rebel Resources, LLC
REB Resources LLC
308 N. Colorado St.
Midland, Texas 79701
7021 0350 0000 2500 7248

Ventura Energy Partners, LP
SITL Energy LLC
308 N. Colorado, Suite 2002
Midland, Texas 79701
7021 0350 0000 2500 7231

Freddie Jean Wheeler
Mary Helen Johnson AIF
1000 Cordova Place 454
Santa Fe, New Mexico 87505
7021 0350 0000 2500 7224

Accelerate Resources Operating LLC
7950 Legacy Dr., Suite 500
Plano, Texas 75024
7021 0350 0000 2500 7194

Sharktooth Resources, Ltd.
1801 Broadway, Suite 1550
Denver, Colorado 80202
7021 0350 0000 2500 7200

SGC Operating, LLC
P.O. Box 50576
Austin, Texas 78763
7021 0350 0000 2500 7217

James R. Hurt
P.O. Box 72
Odessa, Texas 79760
7021 0350 0000 2500 7187

E. Cecile Martin
P.O. Box 302529
Austin, Texas 78703-0043
7021 0350 0000 2500 7170

Antelope Energy Company, LLC
1801 Broadway, Suite 1550
Denver, Colorado 80202
701 0350 0000 2500 7163

W.H. Gilmore, Jr. & Katherine Anne
Gilmore Shannon, Co-Trustees of the
Gilmore Revocable Trust
505 N. Big Spring, Suite 303
Midland, Texas 79701
7021 0350 0000 2500 7156

EOG Resources
5509 Champions Dr
Midland, TX 79706

Exhibit E



Lisa Youngblood
Phone: (432) 247-6331
Email: lisa_youngblood@eogresources.com

May 10, 2024

VIA CERTIFIED MAIL

TO: ALL AFFECTED PERSONS

Re: Application of EOG Resources, Inc. for administrative approval of a 1279.64-acre non-standard horizontal spacing unit in the Bone Spring formation, precisely the Red Hills; Upper Bone Spring Shale (97900) comprised of Section 1 and 12, Township 25 South, Range 33 East, NMPM, 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:

Daniel Koury
EOG Resources, Inc.
(432) 686-3713
Daniel_Koury@eogresources.com

Very truly yours,
Lisa Youngblood
Lisa Youngblood
Regulatory Specialist

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 Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 342904

CONDITIONS

Operator: EOG RESOURCES INC 5509 Champions Drive Midland, TX 79706	OGRID: 7377
	Action Number: 342904
	Action Type: [UF-NSP] Non-Standard Proration (NSP)

CONDITIONS

Created By	Condition	Condition Date
Ilowe	None	5/10/2024