

EOG Resources, Inc. P.O. Box 2267 Midland, TX 79702

September 5, 2023

New Mexico Oil Conservation Division Attn: Director Dylan Fuge 1220 South St. Francis Drive Santa Fe, NM 87505

RE: Request for Administrative Extension of Hearing Order No. R-21747

Dear Director Fuge,

EOG Resources, Inc. ("EOG") respectfully requests a two-year extension of Hearing Order No. R-21747 ("the Order"). Pursuant to the terms the Order, the Oil Conservation Division ("Division") has the ability to extend the authority granted by the Order administratively, upon receipt of written request before the termination date and for good cause shown. However, the Order terminated on June 11, 2023, and EOG did not submit a timely request for an extension due to an administrative tracking error. EOG intended to request an extension of the Order prior to the termination date, and hereby requests that the Division exercise its administrative authority to do so.

The pilot project authorized by the Order allowed EOG to successfully inject gas into the listed production wells for the purpose of temporary storage during short-term interruptions of gas pipeline services and midstream operations. The intermittent injection resulted in the prevention of waste and a reduction in flared gas.

EOG injected into the Ophelia 27 #1H well nine times from June 11, 2023, to July 28, 2023, for a total injected volume of 5,388 mscf, based on the assumption that the Order remained in effect. EOG has complied with all other provisions of the Order, including the submission of quarterly project status updates. EOG will submit the next project status update on September 9, 2023, which will include the injection for the Ophelia 27 #1H volumes.

Closed Loop Gas Capture is an important operational tool and a core operational component of EOG's overall strategy to reduce flaring, prevent waste, and protect correlative rights. EOG appreciates the Division's consideration of an extension of this Order.

Please do not hesitate to contact me for any additional information.

Respectfully,

Patrick Padilla

Director, Regulatory and Government Affairs