<u>District II</u> 1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 748-9720

State of New Mexico

Form C-101 Permit 55540

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

EOG RE	r Name and Address SOURCES INC	2. OGRID Number 7377		
P.O. Box 2267 Midland , TX 79702		3. API Number 30-015-35668		
4. Property Code	5. Property Name	6. Well No.		
36223	YANGTZE B 3 FEE	3 FEE 002H		

7. Surface Location

3	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	Н	3	16S	25E	16	3400	S	230	E	EDDY

8. Pool Information

COTTONWOOD CREEK; WOLFCAMP (GAS) 75250

Additional Well Information

9. Work Type New Well	10. Well 1 GAS	55 SX	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 3450
14. Mühtiple N	15. Propose 520	100 (\$100 kg)	16. Formation Wolfcamp	17. Contractor	18. Spud Date
Depth to Ground v 75	water		Distance from nearest fresh water w > 1000	rell	Distance to nearest surface water > 1000
Pit: Liner: Synthetic 🔊 Closed Loop System	_	nils thick Cla	· · · · · · · · · · · · · · · · · · ·	Drilling Method: Fresh Water Brine :	Diesel/Oil-based 🔀 Gas/Air 🗀

19. Proposed Casing and Cement Program

Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	32	1150	325	0
Prod	7.875	5.5	17	8995	750	0

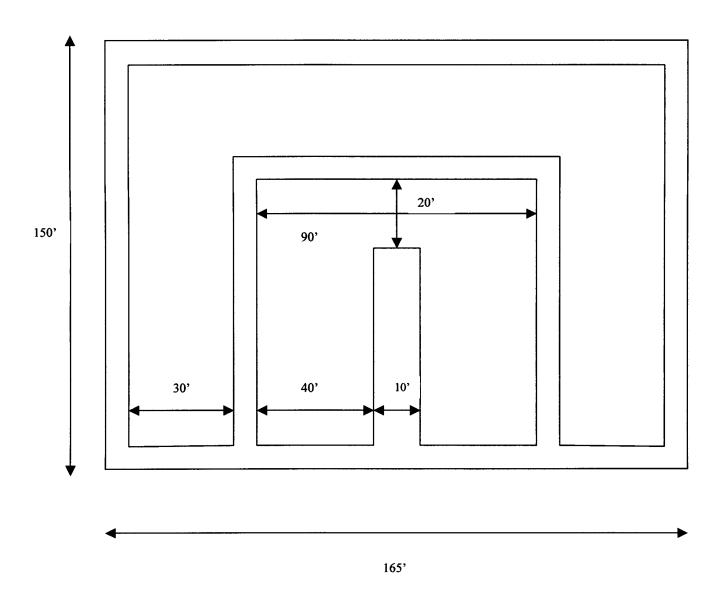
Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

2	T Toposca Dionoat T Te	remon rogram	
Туре	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	C

of my knowledge and belief.	ion given above is true and complete to the bes	t OIL CONSERV	ATION DIVISION
	eral permit , or an (attached) alternative	Approved By: Bryan Arrant	
Printed Name: Electronics	lly filed by Donny Glanton	Title: Geologist	
Title: Sr. Lease Operation	s Rep	Approved Date: 6/18/2007	Expiration Date: 6/18/2008
Email Address: donny_gla	nton@eogresources.com		
Date: 6/14/2007	Phone: 432-686-3642	Conditions of Approval Atta	ched

New Mexico Double Horseshoe Reserve Pit Design



Approximate Inside Reserve Volume: 4500 bbls Approximate Outside Reserve Volume: 5800 bbls

District I

1625 N. French Dr., Hobbs, NM 88240 Phone:(505) 393-6161 Fax:(505) 393-0720

District II

1301 W. Grand Ave., Artesia, NM 88210 Phone:(505) 748-1283 Fax:(505) 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

WELL LOCATION AND ACREAGE DEDICATION PLAT

111		THE TOP DEDICATION IN		
1. API Number	2. Pool Code	3. Poo	l Name	
30-015-35668	75250	COTTONWOOD CREE	EK;WOLFCAMP (GAS)	
4. Property Code	5. Prope	rty Name	6. Well No.	
36223	YANGTZ	002H		
7. OGRID No.	8. Opera	9. Elevation		
7377	EOG RESOURCES INC 3450			

10. Surface Location

					darace not					
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
Н	3	16S	25E	16	3400	S	230	E	EDDY	

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	3	16S	25E	13	3400	S	660	W	EDDY
177117	cated Acres	13. J	oint or Infill	14	. Consolidation	Code		15. Order No.	

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

OPERATOR CERTIFICATION

Form C-102

Permit 55540

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Donny Glanton Title: Sr. Lease Operations Rep

Date: 6/14/2007

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Terry Asel
Date of Survey: 5/21/2007
Certificate Number: 15079

Permit Comments

Operator: EOG RESOURCES INC , 7377 Well: YANGTZE B 3 FEE #002H

API: 30-015-35668

Created By	Comment	Comment Date
dglanton	Plat, Detailed Casing, Mud, Cement, Drilling Plan and H2S letter will be forwarded via regular mail.	6/14/2007

Permit Conditions of Approval

Operator: EOG RESOURCES INC , 7377 Well: YANGTZE B 3 FEE #002H

API: 30-015-35668

OCD Reviewer	Condition
BArrant	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
BArrant	Will require a directional survey with the C-104
BArrant	As noted, operator to drill surface hole with fresh water mud.
BArrant	Please notify OCD time of spud and time to witness the cementing to surface of all strings of casing.
BArrant	A h2s well contingency plan is required providing a public dwelling lies within 1/2 mile of well bore.