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

Phone:(3/3) /48-1283 Fax:(3/3) /48-9/20 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

Form C-101 August 1, 2011

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

	or Name and Address	OGRID Number	
	ESOURCES INC	7377	
P.O. Box 2267 Midland. TX 79702		3. API Number	
IVIION	111 / / / / / / /	30-025-40925	
4. Property Code	5. Property Name	6. Well No.	
39643 DRAGON 36 STATE		003H	

7.	Sur	face	Loca	tion

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	36	24S	33E	N	220	S	1965	W	LEA

8. Proposed Bottom Hole Location

	of Proposed Bottom Hote Estation									
UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
C	36	24S	33E	С	230	N	1660	W	Lea	

9. Pool Information

RED HILLS;UPPER BONE SPRING SHALE	97900
-----------------------------------	-------

Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lesse Type State	15. Ground Level Elevation 3480	
16. Multiple 17. Proposed Dep N 14123		18. Formation Bone Spring	19. Contractor	20. Spud Date	
Depth to Ground	water	Distance from nearest fresh water	r well	Distance to nearest surface water	

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	54.5	1230	700	0
Int1	12.25	9.625	40	5100	1000	0
Prod	8.75	5.5	17	14123	2075	4600

Casing/Cement Program: Additional Comments

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	3000	3000	

 I hereby certify that the information given best of my knowledge and belief. 	above is true and complete to the	OIL CONSERVATION DIVISION				
I further certify I have complied with 19.15 19.15.14.9 (B) NMAC X, if applicable.	5.14.9 (A) NMAC And/or	Approved By: Paul Kautz				
Signature:						
Printed Name: Electronically filed by	Stan Wagner	Title: Geologist				
Title: Regulatory Analyst		Approved Date: 1/17/2013	Expiration Date: 1/17/2015			
Email Address: Stan_Wagner@eogreso	ources.com					
Date: 1/16/2013 Phot	ne: 432-686-3689	Conditions of Approval Attached				

<u>District I</u> 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

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-40925	2. Pool Code 97900	3. Pool Name RED HILLS;UPPER BONE SPRING SHAL			
4. Property Code 39643	The second secon	rty Name 6. Wett N 36 STATE 003H	0.		
7. OGRID No. 7377	500000000000000000000000000000000000000	tor Name 9. Elevatio URCES INC 3480	on		

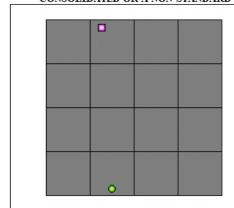
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	36	24S	33E		220	S	1965	W	LEA

11. Bottom Hole Location If Different From Surface

UL - Lot	Section 36	Township 24S	Range 33E	Lot Idn C	Feet From 230	N/S Line N	Feet From 1660	E/W Line W	County
	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

August 1, 2011

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: Stan Wagner Title: Regulatory Analyst Date: 1/16/2013

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: Michael Brown Date of Survey: 12/20/2012 Certificate Number: 18329

Permit Comments

Operator: EOG RESOURCES INC , 7377 Well: DRAGON 36 STATE #003H

API: 30-025-40925

Created By	Comment	Comment Date
SWAGNER	C-102, directional plan, H2S plan, C-144 will be mailed separately.	1/16/2013
pkautz	Land s/S	1/16/2013
CHERRERA	OCD RECEIVED FORM C144 CLEZ . OCD PERMIT # P1-05811	1/17/2013

Permit Conditions of Approval

Operator: EOG RESOURCES INC , 7377 Well: DRAGON 36 STATE #003H API: 30-025-40925

OCD Reviewer	Condition	
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string	