<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

Phone:(575) 393-6161 Fax:(575) 393-0720 <u>District II</u>:
311 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 <u>District III</u>:
1000 Rio Brazos Rd., Azteo, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 <u>District IV</u>:
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

Permit 233792

APPLICATION FOR PERMIT TO DRILL, RE	ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE
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			AFFLICA	ATION FOR PE	CIVIL I	O DRILL,	IXE-	IN IER, DEEF E	N, FLUGE	ACN, C				
100	EOG	e and Address RESOURCES IN	ic									ID Number 7377		
		Box 2267 and, TX 79702									3. APIN	Number 30-025-437	16	
. Property	3964			5. Property Name DRAGO	ON 36 ST	ATE					6. Well	No. 708H	No.	
						7.	Surfa	ace Location						
JL - Lot	0	Section 36	Township 2	Range 4S	33E	Lot Idn	0	Feet From 235	N/S Line	S	Feet From 1345	E/W Line	County	Lea
						8. Propos	ed Bo	ottom Hole Locatio	on					
JL - Lot		Section	Township	Range		Lot Idn		Feet From	N/S Line		Feet From	E/W Line	County	
	Α	36	2	4S	33E		Α	230		N	330	E	-	Lea
						9.	Pool	Information						
WC-025	G-09	S243336I;UPPEF	R WOLFCAME	•				and decided and the second					98092	
						Additi	onal	Well Information						
11. Work Type New Well 12. Well Type OIL		13. 0	13. Cable/Rotary		14.	14. Lease Type State		15. Ground Level Elevation 3475						
16. Multiple 17. Proposed Depth N 17235			18. F	18. Formation 19. Contractor Wolfcamp				20. Spud Date 5/1/2017						
Depth to G	round	water			Dista	ance from near	rest fre	sh water well			Distance to ne	arest surface wate	er	

21 Pron	osed Casin	ng and Cen	nent Program

	Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC				
1	Surf	14.75	10.75	40.5	1225	700	0				
12	Int1	8.75	7.625	29.7	11500	2800	0				
	Prod	6.75	5.5	17	17235	750	11000				

Casing/Cement Program: Additional Comments

22	Dropoend	Dlowout	Prevention	Drogram

22. Proposed Blowout Prevention Program									
Type	Working Pressure	Test Pressure	Manufacturer						
Double Ram	5000	3000							

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC ☒ and/or 19.15.14.9 (B) NMAC ☒, if applicable. Signature:				OIL CONS	SERVATION DIVISION
Printed Name:	Electronically filed by Stan Wagne	r	Approved By:	Paul Kautz	
Title:	Regulatory Analyst	Title:	Geologist		
Email Address:	Stan_Wagner@eogresources.com		Approved Date:	3/26/2017	Expiration Date: 3/26/2019
Date:	3/24/2017	Phone: 432-686-3689	Conditions of Ap	proval Attached	

District I

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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-102 August 1, 2011

Permit 233792

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-025-43716	98092	WC-025 G-09 S243336I;UPPER WOLFCAMP
4. Property Code	5. Property Name	6. Well No.
39643	DRAGON 36 STATE	708H
7. OGRID No. 7377	8. Operator Name FOG RESOURCES INC	9. Elevation 3475

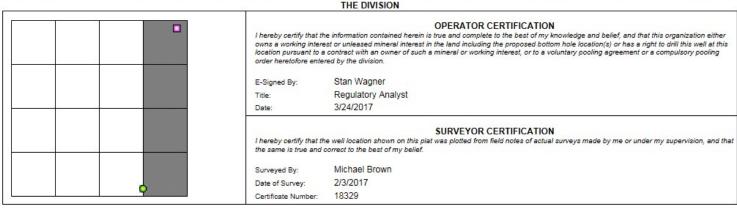
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
0	36	24S	33E	0	235	S	1345	E	Lea

11. Bottom Hole Location If Different From Surface

UL - Lot A	Section 36	Township 24S	Range 33E	Lot Idn A	Feet From 230	N/S Line N	Feet From 330	E/W Line	County Lea
12. Dedicated Acre 160.00			13. Joint or Infill		14. Consolidation Code	е		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



Form APD Comments

Permit 233792

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

PERMIT COMMENTS

Operator Name and Address: EOG RESOURCES INC [7377]	API Number: 30-025-43716
P.O. Box 2267 Midland, TX 79702	Well: DRAGON 36 STATE #708H

Created By Comment Comment Date District I
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Permit 233792

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address:	API Number:
EOG RESOURCES INC [7377]	30-025-43716
P.O. Box 2267	Well:
Midland, TX 79702	DRAGON 36 STATE #708H

OCD Reviewer	Condition
pkautz	Will require a directional survey with the C-104
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
pkautz	1) SURFACE & INTERMEDIATE1 CASING - Cement must circulate to surface – 2) INTERMEDIATE2 CASING - Cement must tie back into intermediate1 casing – 3) PRODUCTION CASING - Cement must tie back into intermediate2 casing –
pkautz	If cement does not circulate to surface, must run temperature survey or other log to determine top of cement
pkautz	Surface casing must be set 25' below top of Rustler Anhydrite in order to seal off protectable water
pkautz	Only Fresh Water and Air are Valid Drilling Fluids for Surface Casing
pkautz	Operator shall notify appropriate District office when setting conductor pipe
pkautz	The Operator is to notify NMOCD by sundry (Form C-103) within ten (10) days of spudding a well
pkautz	It is the operator's responsibility to monitor cancellation dates of approved APDs. APD's are good for 2 years and may be extended for one year. Only one 1 year extension will be granted if submitted by C-103 before expiration date. After expiration date or after a 1 year extension must submit new APD.
pkautz	If an APD expires and if site construction has occurred, site remediation is required.
pkautz	Must notify OCD Hobbs Office if lost circulation is encountered at 575-370-3186
pkautz	Must notify OCD Hobbs Office of any water flows in the Castile Formation at 575-370-3186. Report depth and flow rate
pkautz	Stage Tool 1) Must notify OCD Hobbs Office prior to running Stage Tool at 575-370-3186 2) If using Stage Tool on Surface casing, Stage Tool must be set greater than 350' from surface and a minimum of 200 feet above surface shoe. 3) When using a Stage Tool on Intermediate or Production Casing Stage must be a minimum of 50 feet below previous casing shoe.
pkautz	Submit Gas Capture Plan form prior to spud