

DATE IN 3/24/2014	SUSPENSE	ENGINEER MAM	LOGGED IN 3/25/2014	TYPE NSL	APP NO. PMA11408446687
----------------------	----------	-----------------	------------------------	-------------	---------------------------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



hold

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

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM
- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- [D] Other: Specify _____

- NSL
- EOG Resources, Inc
7377
well
30-015 - Pending
Ramblin Rose 23
Fld #2H

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
- [B] ☐ Offset Operators, Leaseholders or Surface Owner
- [C] ☐ Application is One Which Requires Published Legal Notice
- [D] ☒ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] ☐ Waivers are Attached

Pool
- Jennings, Bone
Spring, West
97860

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] 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.

MICHAEL H. FELDEWERT

Print or Type Name

Signature

ATTORNEY

Title

03/24/14

Date

mfeldewert@hollandhart.com

e-mail Address

HOLLAND & HART LLP



Michael H. Feldewert
Recognized Specialist in the Area of
Natural Resources - oil and gas law - New
Mexico Board of Legal Specialization
mfeldewert@hollandhart.com

March 24, 2014

VIA HAND DELIVERY

Jami Bailey
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Ramblin Rose 23 Fed 2H well in the W/2W/2 of Section 14, Township 26 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.

Dear Ms. Bailey:

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its **Ramblin Rose 23 Fed 2H Well** to be completed within the Jennings; Bone Spring, West Pool (Pool Code 97860) underlying Section 14, Township 26 South, Range 31 East, N.M.P.M., Eddy County, New Mexico. This well will be drilled from a surface location 450 feet from the North line and 380 feet from the West line of Section 23. The upper most perforation will be located 50 feet from the South line and 380 feet from the West line (Unit M) of Section 14 and the lower most perforation will be 330 feet from the North line and 380 feet from the West line of Section 14 (Unit D). Since this acreage is governed by the Division's statewide rules which provides for wells to be located no closer than 330 feet to the outer boundary of the spacing unit, the completed interval for this well will be unorthodox because it is closer than 330 feet to the southern boundary of the project area. Approval of the unorthodox completed interval will prevent waste of a productive portion of the reservoir and improve well performance.

Exhibit A is the Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Ramblin Rose 23 Fed 2H Well** encroaches on the spacing and proration units to the South and Southwest.

Exhibit B is a land plat for Section 14 and the surrounding sections that shows the proposed **Ramblin Rose 23 Fed 2H Well** in relation to adjoining units and existing wells.

Holland & Hart LLP

[505] 988-4421 Fax [505] 983-6043 www.hollandhart.com

110 North Guadalupe Suite 1 Santa Fe, NM 87501 Mailing Address P.O. Box 2208 Santa Fe, NM 87504-2208

Denver Aspen Boulder Colorado Springs Denver Tech Center Billings Boise Cheyenne Jackson Hole Las Vegas Salt Lake City Santa Fe Washington, D.C.



EOG is the sole operator and mineral lessee of the federal lease covering Section 23. The NE/4 of Section 22 is an unleased federal tract. Accordingly, there is no affected party by the encroachment to the South and the Bureau of Land Management is the only affected party by the encroachment to the Southwest. Therefore, a copy of this application has been provided to the Bureau of Land Management.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael H. Feldewert".

Michael H. Feldewert

ATTORNEY FOR EOG RESOURCES, INC.

cc:

Bureau of Land Management
620 E. Green Street
Carlsbad, NM 88220

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) 748-0720
District III
1010 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources
Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

FORM C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number		² Pool Code		³ Pool Name	
⁴ Property Code		⁵ Property Name RAMBLIN ROSE 23 FED			⁶ Well Number #2H
⁷ OGRID No.		⁸ Operator Name EOG RESOURCES, INC.			⁹ Elevation 3198'

¹⁰Surface Location

U.L. or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	23	26-S	31-E	-	450'	NORTH	380'	WEST	EDDY

U.L. or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	14	26-S	31-E	-	230'	NORTH	380'	WEST	EDDY

¹¹ Dedicated Acres	¹² Joint or Infill	¹³ Consolidation Code	¹⁴ 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.

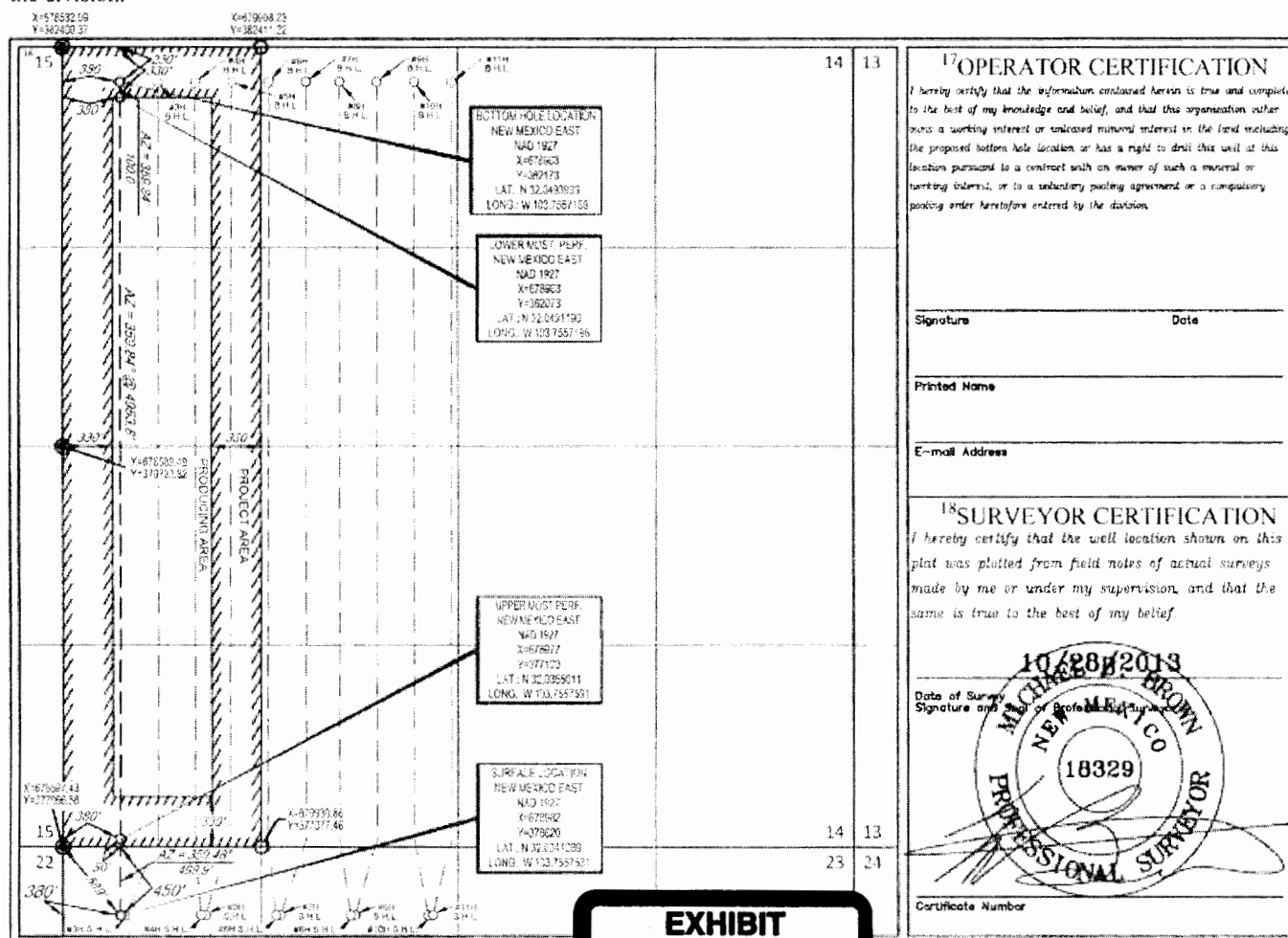


EXHIBIT
A

McMillan, Michael, EMNRD

From: Michael Feldewert <MFeldewert@hollandhart.com>
Sent: Friday, April 11, 2014 9:02 AM
To: McMillan, Michael, EMNRD
Subject: EOG Resources Ramblin Rose 23 Fed #2H Lea Co.

The last paragraph of the letter for the Ramblin rose 23 Fed #2H well states:

EOG is the sole operator and mineral lessee of the federal lease covering Section 23. The NE/4 of Section 22 is an unleased federal tract. Accordingly, there is no affected party by the encroachment to the South and the Bureau of Land Management is the only affected party by the encroachment to the Southwest. Therefore, a copy of this application has been provided to the Bureau of Land Management.

The box on the cover sheet noting that notification and/or concurrent approval by the BLM or SLO is required is also checked. My secretary has confirmed a copy of the application was sent by certified mail to the BLM in Carlsbad.

Let me know if you need anything else.

From: McMillan, Michael, EMNRD [<mailto:Michael.McMillan@state.nm.us>]
Sent: Friday, April 11, 2014 8:38 AM
To: Michael Feldewert
Subject: EOG Resources Ramblin Rose 23 Fed #2H Lea Co.

Michael:

For the Ramblin Rose 23 Fed #2H; surface 23 26S31E, your letter stated that the BLM in NE/4 section 22 was unleased. Therefore, the BLM is an affected party (based on Pythagorean theorem of offsets) because of beginning of perforated interval in Section 14. Can you e-mail me a copy of the letter to them?.

Thank You

Michael A. McMillan

Engineering and Geological Services Bureau, Oil Conservation Division
1220 South St. Francis Dr., Santa Fe NM 87505
O: 505.476.3448 F. 505.476.3462