

State of New Mexico
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham
Governor

Sarah Cottrell Propst
Cabinet Secretary

Todd E. Leahy, JD, PhD
Deputy Cabinet Secretary

Dylan M. Fuge, Acting Director
Oil Conservation Division



Ms. Jordan Kessler
jordan_kessler@eogresources.com

NON-STANDARD LOCATION

Administrative Order NSL - 8532

**EOG Resources, INC. [OGRID 7377]
Stella Blue 30 Federal Com Well No. 709H
API No. 30-015-49960**

Proposed Location

	Footages	Unit/Lot	Sec.	Twsp	Range	County
Surface	916 FSL & 2495 FEL	O	30	26S	31E	Eddy
First Take Point	330 FSL & 2430 FEL	O	30	26S	31E	Eddy
Last Take Point	330 FNL & 2430 FEL	B	19	26S	31E	Eddy
Terminus	230 FNL & 2430 FEL	B	19	26S	31E	Eddy

Proposed Horizontal Gas Units

Description	Acres	Pool	Pool Code
E/2 of Section 30	640	Purple Sage; Wolfcamp (GAS)	98220
E/2 of Section 19			

Reference is made to your application received on January 23rd, 2023.

You have requested to complete this horizontal well as a gas well described above in the referenced pool or formation. This well is governed by special rules, R-14262, for the Purple Sage; Wolfcamp (Gas) Pool and provides for 320-acre units, with wells located at least 330 feet from a unit outer boundary.

This well's completed interval is as close as 210 feet to the western edge. Encroachment will impact the following tract.

Section 30, encroachment to the W/2
Section 19, encroachment to the W/2

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in Paragraph (8) Subsection A of 19.15.2.7 NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are seeking this unorthodox location as your preferred well spacing plan for horizontal wells and thereby preventing waste within the Wolfcamp formation underlying the E/2 of Section 30 and the E/2 of Section 19.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per Subsection B of 19.15.15.13 NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



DYLAN M. FUGE
DIRECTOR (ACTING)
DMF/lrl

Date: 2/19/2023