

2/03/2015 DATE IN	SUSPENSE	ENGINEER	2/03/2015 LOGGED IN	NSL TYPE	PMAM1503651178 APP NO.
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ABOVE THIS LINE FOR DIVISION USE ONLY

## NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



### 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 \_\_\_\_\_

#### [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

#### [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.

Jordan L. Kessler

Print or Type Name

Signature

Attorney

Title

jlkessler@hollandhart.com

e-mail Address

Date

2/3/15

- NSL 7237  
 - EOR Res 04 uces  
 7377

RECEIVED OGD  
 2015 FEB - 3 P 4:30

Stucco Canyon  
 15 February  
 #54  
 30-025-Pending  
 Pool  
 - Draper mill  
 Bone Springs  
 96392



February 3, 2015

**VIA HAND DELIVERY**

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

RECEIVED OGD  
2015 FEB - 3 PM 4:30

**Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Streetcar 15 Fed #5H Well to be completed in Section 15, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico.**

Dear Mr. Catanach:

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its **Streetcar 15 Fed #5H Well** to be completed within the Draper Mill; Bone Spring (Oil) Pool (Pool Code 96392) underlying Section 15, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 250 feet from the South line and 2215 feet from the West line of Section 15, Township 25 South, Range 33 East. The upper most perforation will be 330 feet from the South line and 2398 feet from the West line of Section 15 (Unit N) and the lower most perforation will be 330 feet from the North line and 2398 feet from the West line of Section 15 (Unit C). 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. Approval of the unorthodox completed interval will allow for efficient well spacing in Section 15, prevent waste of a productive 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 **Streetcar 15 Fed #5H Well** encroaches on the spacing and proration unit to the Northeast, East and Southeast.

**Exhibit B** is a land plat for Section 15 and the surrounding sections that shows the proposed **Streetcar 15 Fed #5H Well** in relation to adjoining units and existing wells.



BTA Oil Producers, LLC is the only party affected by the encroachment to the Northeast and Southeast. Enclosed as **Exhibit C** is BTA's waiver of the 20 day notice period and acceptance of the proposed non-standard location. EOG is the sole operator and mineral lessee of the federal lease covering Section 15. Accordingly, there are no affected parties by the encroachment to the East. Nonetheless, a courtesy 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 "J. L. Kessler".

Jordan L. Kessler

**ATTORNEY FOR EOG RESOURCES, INC.**

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

District I  
1525 N. French Dr., Hobbs, NM 88240  
Phone: (575) 393-6161 Fax: (575) 393-0920  
District II  
811 S. First St., Arteson, NM 88210  
Phone: (575) 743-1283 Fax: (575) 748-9720  
District III  
1009 Rio Pecos 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) 476-1400 Fax: (505) 476-1462

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

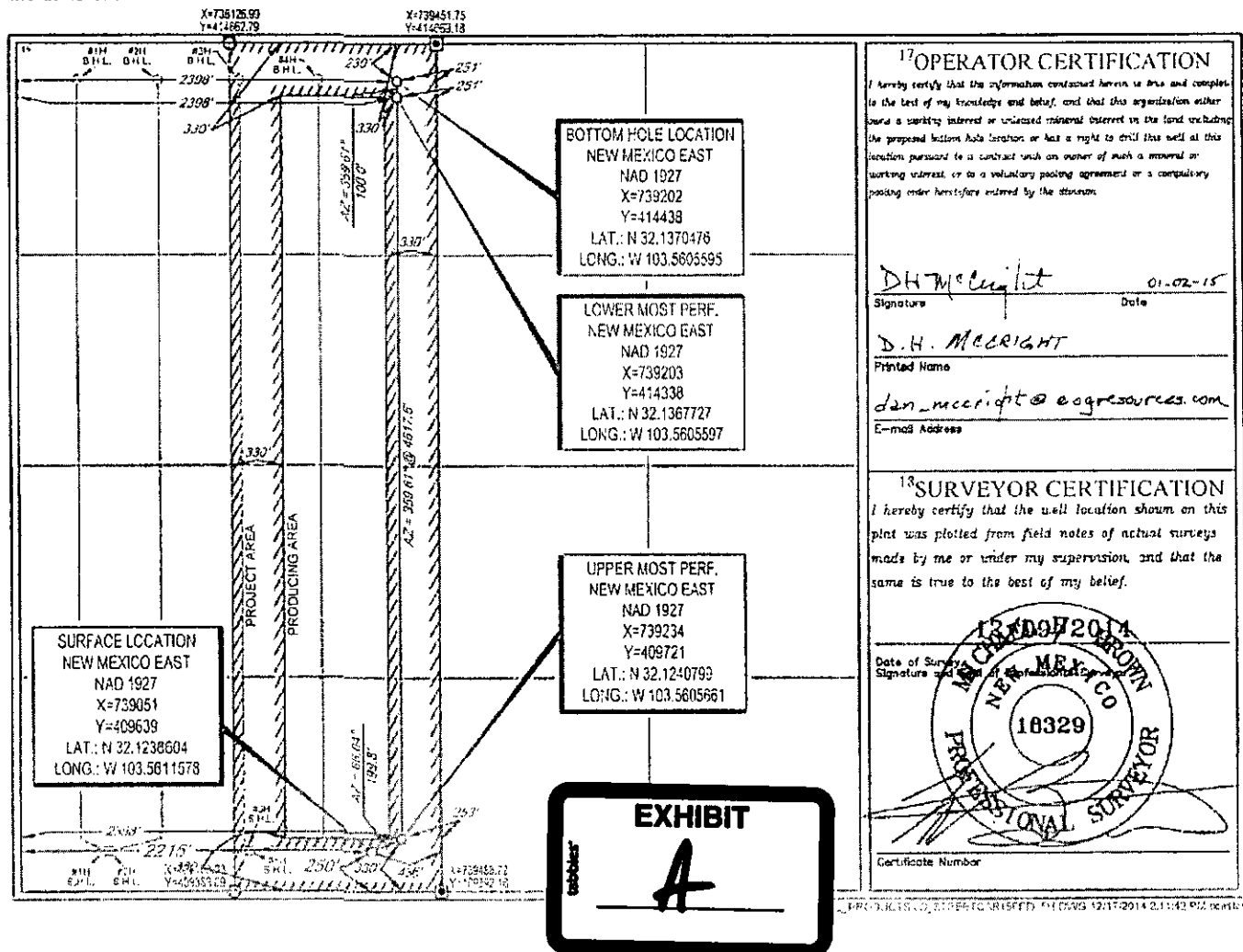
FORM C-102  
Revised August 1, 2011  
Submit one copy to appropriate  
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number		2 Pool Code		3 Pool Name					
4 Property Code		5 Property Name <b>STREETCAR 15 FED</b>						6 Well Number <b>#5H</b>	
7 GRID No.		8 Operator Name <b>EOG RESOURCES, INC.</b>						9 Elevation <b>3363'</b>	
10 Surface Location									
UL or lot no. <b>N</b>	Section <b>15</b>	Township <b>25-S</b>	Range <b>33-E</b>	Lot Idn <b>-</b>	Feet from the <b>250'</b>	North/South line <b>SOUTH</b>	Feet from the <b>2215'</b>	East/West line <b>WEST</b>	County <b>LEA</b>
UL or lot no. <b>C</b>	Section <b>15</b>	Township <b>25-S</b>	Range <b>33-E</b>	Lot Idn <b>-</b>	Feet from the <b>230'</b>	North/South line <b>NORTH</b>	Feet from the <b>2398'</b>	East/West line <b>WEST</b>	County <b>LEA</b>
11 Dedicated Acres <b>160.00</b>		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.



Gila Deep  
(Atoka Disc.)  
(11.2 Mil)

EOG Res.  
Enron  
Triste  
Draw - St F120

St.  
(3.4)

"Triste Draw  
Fed." U.S.

Chevron  
Red Hills  
State 838

R & R Roy  
8 1 2017  
118726  
25000

5H 4H 3H 2H  
BTA  
97153  
10  
(DD)  
BTA  
9418 JV P  
Vaca Draw  
(BTA Disc)  
(BTA)  
BTA 9418 JV P  
Vaca Draw  
(BTA Disc)  
U.S.  
BHL 100% BHL BHL BHL

Hallwood Pet. Inc.  
to 15930'  
(EOG Res.) (P:8)  
C Hankamer 19859 (Enron)  
Muge - Fed. (NG Oil)  
TD 5297 Be / Loke  
D/A 5 4 62 (Morrison)  
WC Disc (1.4 Mil)  
4.9 Mil

Enron  
Triste  
Draw - Fed.  
TD 13900  
Quinaco, et al  
HBP  
108505  
EOG  
Vaca - Fed.  
U.S.

Dr. St.  
(Atoka Disc.) Tom Brown, Inc.  
6075 V. 1392  
Disc  
13703

(ExxonMobil) EOG Res.  
Tom Brown, Inc.  
Vaca Draw  
15 Fed

Gonzales  
2-1-2010  
124212  
\$2,800.00  
EOG Res.  
HBP  
168503

EOG, et al  
SIR  
Tom Brown, Inc.  
Vaca Dr St.

Magnum Hunter  
to WC base  
W12  
(wo)  
(F/B)  
(Superior)  
Ochoa - Fed  
(More Disc)  
(TD 16335)  
(P/B 13745)  
(WC Disc - F14)  
(NP/B 13476)  
(BS Disc - PSS)

RED HILL NO U  
EOG (OPER.)  
MAP

Enron  
Vaca Fed.  
TD 12600  
MIDLAND  
BHL BHL U.S. BHL

Res  
Dr. St.  
Mil  
2

25-33

U.S.

BTA OIL  
PRODUCERS  
100% (BTA Oil)  
Chevron  
HBP  
15031

EOG Res.  
HBP  
108503  
23

G.L. Buckles  
Marshall - Fed  
E1 3478  
TD 5081  
D/A 6 20 60

EXHIBIT  
B

Hill & Mosker  
Muge - Fed.  
TD 51591  
D/A 10 26 62

(Enron)  
Brinn  
Stool - Fed  
TOM 050  
Morr Disc  
(3.2 Mil.)

Amer Quasar  
Vaca Draw U.S.  
TD 17609  
D/A 3 8 72

U.S. M  
Rin - Stool XL  
Rch 152

U.S.

CAML Ltd (S)

BHL BHL U.S. BHL BHL



VIA CERTIFIED U.S. MAIL, RETURN RECEIPT REQUESTED  
&  
EMAIL

**EOG Resources, Inc.**  
5509 Champions Drive  
Midland, Texas 79706  
(432) 686-3600

January 26, 2015

BTA Oil Producers, LLC  
104 S. Pecos  
Midland, TX 79701

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ATTN: Willis Price, Land Manager

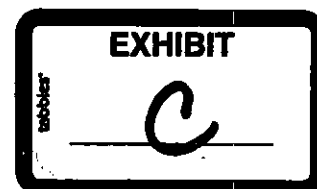
RE: EOG Resources, Inc. - Streetcar 15 Fed #5H well  
T25S, R33E, N.M.P.M.  
Section 15: E2W2  
Lea County, New Mexico

Gentlemen:

Reference is made for all purposes to EOG Resources Inc.'s (hereafter "EOG") amended application to the New Mexico Oil Conservation Division for an administrative order approving a non-standard well location for the captioned well as shown on the map or plat attached hereto and made a part hereof.

EOG hereby requests that BTA Oil Producers, LLC (hereafter "BTA"), as an affected party, waive any objection to EOG's application for said order.

As a condition for the granting of this waiver by BTA, EOG agrees that, upon written request by BTA, it will grant, to the extent of the encroachment of the captioned non-standard well only, one reciprocal waiver to BTA for the drilling of a well on a non-standard location in a spacing unit or project area adjoining the E2W2 of Section 15, T25S, R33E, N.M.P.M., Lea County, New Mexico.



BTA Oil Producers, LLC  
January 26, 2015  
page 2 of 2

If the foregoing sets out our agreement, please have an authorized party date and execute both copies of this letter in the spaces provided below on behalf of BTA and return one executed copy to the attention of D.H. McCright at the letterhead address.

Thank you in advance for your prompt attention to this matter. If any questions arise, please contact D.H. McCright at 432-686-3741.

Sincerely,

EOG Resources, Inc.

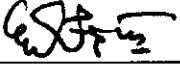
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Ezra Yacob  
Vice President and General Manager  
Midland Division

DM  
pg 1

EY: dm  
Encl.

BTA Oil Producers, LLC hereby waives its right to object to the application of EOG Resources, Inc. for an administrative order from the New Mexico Oil Conservation Division approving EOG Resources, Inc.'s application for a non-standard location for the EOG Resources, Inc. – Streetcar 15 Fed #5H horizontal well.

  
\_\_\_\_\_  
Signed

Willis D. Price III - Land Manager

\_\_\_\_\_  
Typed or printed name and title

Date: January 29, 2015