

RECEIVED: <u>7/26/2017</u>	REVIEWER: <u>LRL</u>	TYPE: <u>NSL</u>	APP NO: <u>LEL1720757459</u>
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Geological & 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

Applicant: EOG Resources **OGRID Number:** 7377
Well Name: Streetcar 15 Fed No. 602H **API:** NSL 30-025-42865
Pool: Bone Spring (Drapes Mill) **Pool Code:** 96392

SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]
 A. Location - Spacing Unit - Simultaneous Dedication
 NSL NSP (PROJECT AREA) NSP (PRORATION UNIT) SD

- B. Check one only for [I] or [II]
 [I] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM
 [II] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

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 NSL-7567

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.
 A. Offset operators or lease holders
 B. Royalty, overriding royalty owners, revenue owners
 C. Application requires published notice
 D. Notification and/or concurrent approval by SLO
 E. Notification and/or concurrent approval by BLM
 F. Surface owner
 G. For all of the above, proof of notification or publication is attached, and/or,
 H. No notice required

FOR OCD ONLY	
<input checked="" type="checkbox"/>	Notice Complete
<input checked="" type="checkbox"/>	Application Content Complete

3) **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

July 26, 2017
 Date

505-988-4421
 Phone Number

jlkessler@hollandhart.com
 e-mail Address

Signature



Jordan L. Kessler
Associate
Phone (505) 954-7286
Fax (505) 983-6043
JLKessler@hollandhart.com

July 26, 2017

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

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Streetcar 15 Fed No. 602H Well in the W/2 E/2 of 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 No. 602H Well** to be completed within the Draper Mill; Bone Spring Pool (Pool Code 96392) underlying Section 15, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico. The APD for this well has been submitted, but not yet approved by the BLM.

This well will be drilled from a surface location 250 feet from the South line and 643 feet from the East line (Unit P) of Section 15. The upper most perforation will be located 330 feet from South line and 1,375 feet from the East line (Unit O) and the lower most perforation will be 330 feet from the North line and 1,376 feet from the East line (Unit B) of Section 15. Since this acreage is governed by the Division's statewide rules which provide 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 eastern, southeastern, and northeastern boundaries of the project area.

Ownership is identical in the E/2 of Section 15; ownership in the spacing unit towards which the proposed well is encroaching, the E/2 E/2, is common with the W/2 E/2. EOG has Bone Spring wells planned in the E/2 E/2 of Section 15. Approval of the unorthodox completed interval will allow EOG to use their preferred well spacing plan for horizontal wells in this area and thereby prevent waste.

Exhibit A is a draft Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Streetcar 15 Fed No. 602H Well** encroaches on the spacing and proration units to the East, Northeast, and Southeast.

Holland & Hart LLP

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

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

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



Exhibit B is a land plat for Section 15 and the surrounding sections that shows the proposed **Streetcar 15 Fed No. 602H Well** in relation to adjoining units and existing wells.

Exhibit C is a list of the parties affected by the encroachment to the Northeast and Southeast. As described above, EOG is the 100 percent interest owner in the spacing proration unit comprised of the E/2 E/2 of Section 15. Accordingly, there are no affected parties in the spacing units to the East of the proposed well. Each of the parties listed on Exhibit C **have been** provided notice of this application by certified mail. A copy of this application has been provided to the Bureau of Land Management-Carlsbad Office.

Your attention to this matter is appreciated.

Sincerely,

Jordan L. Kessler
ATTORNEY FOR EOG RESOURCES, INC.

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

HOLLAND & HART^{LLP}



Jordan L. Kessler
Associate
Phone (505) 954-7286
Fax (505) 983-6043
JLKessler@hollandhart.com

July 26, 2017

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO AFFECTED PARTIES

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Streetcar 15 Fed No. 602H Well in the W/2 E/2 of Section 15, Township 25 South, Range 33 East, N.M.P.M., Lea County, New Mexico

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Paul Boland
EOG Resources, Inc.
(432) 686-3666
Paul_Boland@eogresources.com

Sincerely,

Jordan L. Kessler
ATTORNEY FOR EOG RESOURCES, INC.

Holland & Hart LLP

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

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: (505) 748-1283 Fax: (575) 748-9720
District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170
District IV
1220 S. St. Francis Dr., Sante 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.
Sante Fe, NM 87505

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-025-42865	² Pool Code 96392	³ Pool Name Draper Mill; Bone Spring
⁴ Property Code 315310	⁵ Property Name STREETCAR 15 FED	
⁷ OGRID No. 7377	⁸ Operator Name EOG RESOURCES, INC.	⁶ Well Number #602H
		⁹ Elevation 3351'

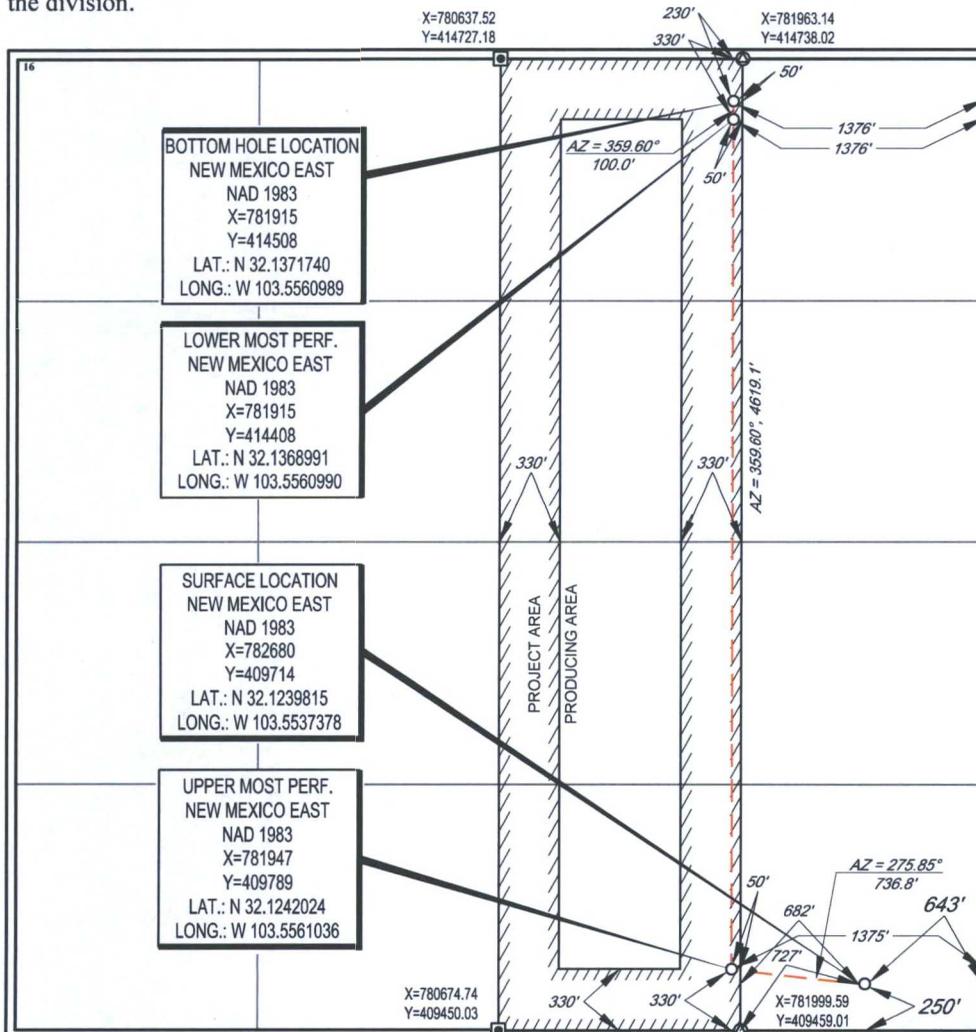
¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	15	25-S	33-E	-	250'	SOUTH	643'	EAST	LEA

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	15	25-S	33-E	-	230'	NORTH	1376'	EAST	LEA

¹² Dedicated Acres 160.00	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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.



¹⁷OPERATOR CERTIFICATION

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 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.

Signature _____ Date _____

Printed Name _____

E-mail Address _____

¹⁸SURVEYOR 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 to the best of my belief.

04/24/2017
Date of Survey
Signature and Seal of Professional Surveyor
MICHAEL B. BROWN
NEW MEXICO
18329
PROFESSIONAL SURVEYOR

Certificate Number _____

STREETCAR 15 FED #602H UNORTHODOX LOCATION NOTICE TRACT PLAT
TOWNSHIP 25 SOUTH RANGE 33 EAST, LEA COUNTY, NM

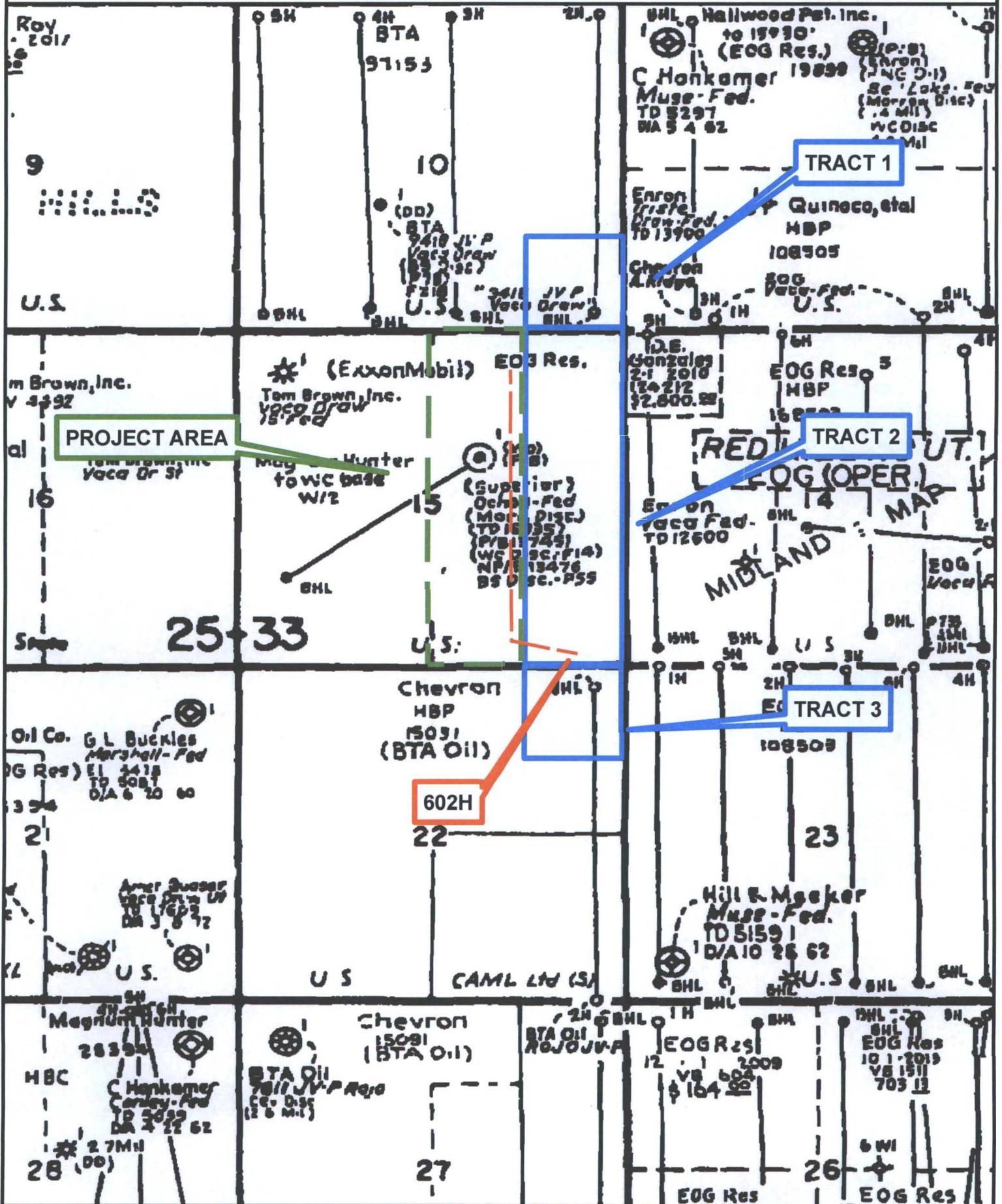


Exhibit C

Tract 1:

BTA Oil Producers, LLC
104 S. Pecos Street
Midland, TX 79701
70163010000003242382

COG Operating, LLC
One Concho Center
600 W. Illinois Avenue
Midland, TX 79701
70163010000003242375

Tract 2: Tract 3 (7.27.17)

BTA Oil Producers, LLC
104 S. Pecos Street
Midland, TX 79701
70163010000003242382

COG Operating, LLC
One Concho Center
600 W. Illinois Avenue
Midland, TX 79701
70163010000003242375

Lowe, Leonard, EMNRD

From: Jordan L. Kessler <JLKessler@hollandhart.com>
Sent: Thursday, July 27, 2017 11:10 AM
To: Lowe, Leonard, EMNRD
Cc: Jones, William V, EMNRD
Subject: RE: NSL Streetcar 15 Fed No. 602H

That's correct: it was a name change and target change. Confusing!

From: Lowe, Leonard, EMNRD [mailto:Leonard.Lowe@state.nm.us]
Sent: Thursday, July 27, 2017 11:03 AM
To: Jordan L. Kessler <JLKessler@hollandhart.com>
Cc: Jones, William V, EMNRD <WilliamV.Jones@state.nm.us>
Subject: RE: NSL Streetcar 15 Fed No. 602H
Importance: High

JLK,

Thank you for your prompt response.

Please see **my response** below:

1. Tract 2 is all EOG. Exhibit C should say instead tracts 1 and 3 are BTA/COG. **I will edit the existing exhibit C to reflect that.**
2. API number is correct, but the original C-102 is being sundried to change location. So we can stick with the API number. **OCD has the following for the referenced API No.**

30-025-42865 STREETCAR 15 FEDERAL #009H

General Well Information

Operator:	[7377] EOG RESOURCES INC
Status:	New
Well Type:	Oil
Work Type:	New

So API No. 30-025-42865 is meant for the Streetcar 15 Fed No. 602H well?

Leonard Lowe

Engineering Bureau
Oil Conservation Division
Energy Minerals and Natural Resources Department
1220 South St. Frances
Santa Fe, New Mexico 87004
Office: 505-476-3492
Cell: 505-930-6717

Lowe, Leonard, EMNRD

From: Lowe, Leonard, EMNRD
Sent: Thursday, August 17, 2017 11:05 AM
To: 'Jordan L. Kessler'
Cc: Brown, Maxey G, EMNRD; McMillan, Michael, EMNRD; Goetze, Phillip, EMNRD; Jones, William V, EMNRD; 'jglover@blm.gov'; 'scaffey@blm.gov'; 'rjsanche@blm.gov'; 'lisa@rwbyram.com'; Kautz, Paul, EMNRD
Subject: APPROVED NSL-7567_EOG Resources, Inc._Streetcar 15 Federal Well No. 602H_SEC 15 25S 33E
Importance: High

Ms. Jordan L. Kessler,

The following administrative order has been issued and will soon be available on the Division's web site: <http://ocdimage.emnrd.state.nm.us/Imaging/Default.aspx>

NSL-7567

EOG Resources, Inc.

API #: 30-025-42865

WELL: Streetcar 15 Federal Well No. 602H

Leonard Lowe

Engineering Bureau

Oil Conservation Division

Energy Minerals and Natural Resources Department

1220 South St. Frances

Santa Fe, New Mexico 87004

Office: 505-476-3492

Cell: 505-930-6717

Fax: 505-476-3462

E-mail: leonard.lowe@state.nm.us

Website: <http://www.emnrd.state.nm.us/ocd/>