

J. SCOTT HALL Cell: (505) 670-7362 Email: shall@montand.com www.montand.com

October 5, 2017

MONTGOMERY

& ANDREWS

LAW FIRM

2017 OCT -5 P 3: 44

Mr. David Catanach Division Director c/o Florene Davidson New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505 **HAND-DELIVERED** 

Case 15983

Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Date 14 State Com No. 602H Well in the W/2 E/2 of Section 11 and Section 14, Township 21 South, Range 33 East, N.M.P.M., Lea County, New Mexico

Dear Mr. Catanach:

This firm represents Cimarex Energy Co. (Cimarex). Cimarex is an offset operator and lessee of acreage in proximity to the lands and proposed well referenced in EOG's application. Cimarex objects to EOG's Application and requests that the matter be set for hearing pursuant to Rule 19.15.15.13.E NMAC.

Very truly yours,

1. Sworth U

J. Scott Hall

JSH:dml

cc (via email): Kelly Reese, Cimarex Energy Co. Terry Warnell, New Mexico State Land Office Jordan Kessler, Esq., Holland & Hart

REPLY TO: 325 Paseo de Peralta Santa Fe, New Mexico 87501 Telephone (505) 982-3873 • Fax (505) 982-4289

Post Office Box 2307 Santa Fe, New Mexico 87504-2307



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

Date: September 29, 2017

To: State of New Mexico Oil Conservation Division

Re: Date 14 State Com #602H well

To whom it may concern:

This letter serves to notice you that ownership in the E2-11-21S-33E and the E2-14-21S-33E is identical in working, royalty, and overriding royalty interest and percentages.

Sincerely,

EOG Resources, Inc.

mi By:

Paul Boland Land Specialist

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,				Revised March 23, 2017
RECEIVED: 9/15/17	REVIEWER: LRL	TYPE: NSL	APP NO: PLEL 726	37920
510/06/17	NEW MEXICO O	IL CONSERVATION Engineering Bure		5983
	ADMINISTRATIV	E APPLICATION C	HECKLIST	
	T IS MANDATORY FOR ALL ADMI REGULATIONS WHICH REQUIRE F			DN RULES AND
pplicant: EOG Resources			OGRID Nu	mber: <u>7377</u>
ell Name: Date 14 State Co			API:	
Berry; Bone Spring, North I	2001		Pool Code	5535
	N: Check those which cing Unit – Simultanec NSP(PROJECT AF	ous Dedication	SL- <u>7592</u>	CEIVED OC
	ng – Storage – Measu		OLM Oil Recovery	FO
A. Offset opera B. Royalty, ove C. Application D. Notification E. Notification F. Surface owr	above, proof of notif	, revenue owners tice oproval by SLO oproval by BLM	ion is attached, a	FOR OCD ONLY Notice Complete Application Content Complete nd/or,
administrative appro understand that <b>no</b> notifications are sub	eby certify that the in oval is <b>accurate</b> and <b>c</b> <b>action</b> will be taken o mitted to the Division.	omplete to the be n this application u	st of my knowledg ntil the required in	ge. I also Information and

Jordan L	. Kessler
Print or	Type Name

Signature

p

V

Marfar

Date

September 15, 2017

505-988-4421

Phone Number

jlkessler@hollandhart.com e-mail Address



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

September 15, 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

RECEIVED 2011 SEP 15 P 3:

#### Re: Application of EOG Resources, Inc. for administrative approval of an unorthodox well location for its Date 14 State Com No. 602H Well in the W/2 E/2 of Section 11 and Section 14, Township 21 South, Range 33 East, N.M.P.M., Lea County, New Mexico. API NO. 30-025-44072

Dear Mr. Catanach:

EOG Resources, Inc. (OGRID No. 7377) seeks administrative approval of an unorthodox well location for its **Date 14 State Com No. 602H Well** (API No. pending) to be completed within the Berry; Bone Spring, North Pool (5535) underlying Sections 11 and 14, Township 21 South, Range 33 East, N.M.P.M., Lea County, New Mexico. This well will be drilled from a surface location 230 feet from the South line and 1,370 feet from the East line (Unit O) of Section 14. The upper most perforation will be located 330 feet from South line and 1,370 feet from the East line (Unit O) of Section 14 and the lower most perforation will be 330 feet from the North line and 1,370 feet from the East line (Unit O) of Section 14 and the lower most perforation 11. 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 eastern, southeastern, and northeastern boundaries of the project area.

EOG is the operator of the Date BTB State Com #4H Well and the Date BTB State Com #8H Well in the E/2 E/2 of Section 14. EOG is the operator of the Cranberry BSU State Com #1H and the Cranberry BSU SC #5H in the E/2 E/2 of Section 11. Ownership is identical in the E/2 of Section 11 and the E/2 of Section 14. 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.

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 A** is a draft Well Location and Acreage Dedication Plat (Form C-102), which shows that the completed interval of the proposed **Date 14 State Com No. 602H Well** encroaches on the spacing and proration units to the East, Northeast, and Southeast.

**Exhibit B** is a land plat for Sections 11 and 14 and the surrounding sections that shows the proposed **Date 14 State Com 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 operator in the spacing proration unit comprised of the E/2 E/2 of Sections 11 and 14 and ownership is identical to the proposed spacing unit. 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 State Land Office.

Your attention to this matter is appreciated.

Sincerely,

Jordan L. Kessler ATTORNEY FOR EOG RESOURCES, INC.

cc: State Land Office



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

September 15, 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 Date 14 State Com No. 602H Well in the W/2 E/2 of Section 11 and Section 14, Township 21 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 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. © 
 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) 748-9720

 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

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State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Sante Fe, NM 87505 FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

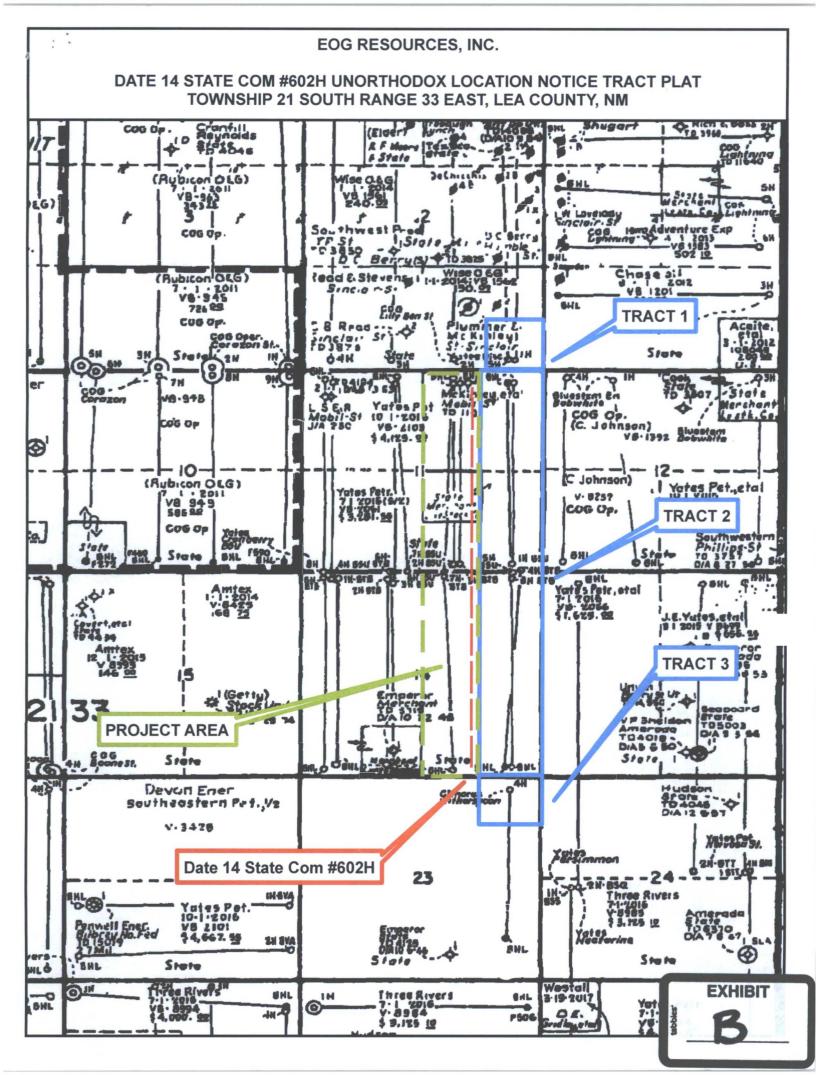
AMENDED REPORT

		W	ELL LO	DCATIO	N AND AC	CREAGE DEDIC	ATION PLA	Т	
	<sup>1</sup> API Numbe	r		<sup>2</sup> Pool Code			<sup>3</sup> Pool Na	ame	
30-025		072							
<sup>4</sup> Property C	Code				<sup>5</sup> Proper	ty Name			<sup>6</sup> Well Number
				D	ATE 14 \$	STATE COM			#602H
<sup>7</sup> OGRID	No.					or Name			<sup>9</sup> Elevation
				EC	G RESOL	JRCES, INC.			3786'
					<sup>10</sup> Surface	Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the North/South line	Feet from the	East/West lin	e County
0	14	21-S	33-E	-	230'	SOUTH	1370'	EAST	LEA

UL or lot no. B	Section 11	Township 21-S	Range 33–E	Lot Idn —	Feet from the 230'	North/South line	Feet from the 1370'	East/West line EAST	County LEA
<sup>12</sup> Dedicated Acres 320.00	<sup>13</sup> Joint or I	nfill <sup>14</sup> Co	nsolidation Co	de <sup>15</sup> Orde	er 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.

	Y=546738.14	X=786233.96 Y=546745.67 / - 13	370'-			
×	330' BOTTOM HOLE LOCATION NEW MEXICO EAST NAD 1983 X=786184 Y=546515 LAT.: N 32.4999253 LONG.: W 103.5391477 LOWER MOST PERF.	DET	330°/ 330°/ 330°/ 330°/ 330°/ 330°/	#602H #602H L.M.P.	hereby certify that the information o the best of my knowledge and beli	mineral interest in the land including has a right to drill this well at this an owner of such a mineral or ooling agreement or a compulsory
10	NEW MEXICO EAST NAD 1983 X=786185 Y=546415 LAT.: N 32.4996504 LONG.: W 103.5391475 330' 11 32496424	330'		E: 1" = 500'	Signature Printed Name E-mail Address	Date
15	14 UPPER MOST PERF. NEW MEXICO EAST NAD 1983 X=786264 Y=536528 LAT.: N 32.4724738 LONG.: W 103.5391278	PROJEČT AREA PRODUCING AREA AZ = 380.547 ;	14 13		I hereby certify that the u olat was plotted from field made by me or under my same is true to the best of	supervision, and that the f my belief.
	SURFACE LOCATION NEW MEXICO EAST NAD 1983 X=786265 Y=536428 LAT.: N 32.4721989 LONG.: W 103.5391276		U.M.P U.M.P #602H 330' 230' 230' DETAIL VI SCALE: 1"	255 0.001 555 IEW A X=786321.66 Y=536198.51	Date of Survey Signature and Set of Represent Hard Set of Represent Hard Set of Represent Cartificate Number	
	X=785006.39 Y=536192.63	DET.	AILA	- 500	CTSILO_DATE_STATE_COM_	



## Exhibit C

## Tract 1:

. . .

COG Operating, LLC One Concho Center 600 W. Illinois Avenue Midland, TX 79701 70171450000216967545

# Tract 3:

Cimarex Energy Co. 600 N. Marienfeld St #600 Midland, Texas 79701 70171450000216967552

