

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

APPLICATION OF EOG RESOURCES INC.,
FOR COMPULSORY POOLING, NON-STANDARD
SPACING AND PRORATION UNIT
IN EDDY COUNTY, NEW MEXICO.

CASE NO. 20604

APPLICATION FOR COMPULSORY POOLING,
NON-STANDARD SPACING AND PRORATION UNIT

EOG RESOURCES INC., applies for an order pooling all mineral interests within the vertical limits of the Purple Sage Wolfcamp Pool (Pool Code 98220), at a non-standard spacing and proration unit, underlying the E/2 of Section 36, Township 25 South, Range 28 East, and E/2 of Section 1, Township 26 South, Range 28 East, NMPM, Eddy County, New Mexico. In support of this application, Applicant states:

1. Applicant is an interest owner in the E/2 of Section 36 and E/2 of Section 1, and has the right to drill thereon.
2. Applicant proposes to drill its Golden Graham 1 State Com #706H well to be located at a standard well location having a surface location 458 FSL and 715 FEL Section 1 and a bottom hole location of 230 FNL and 330 FEL of Section 36, and will have approximate TVD of 9,700 feet and MD of 19,500 feet, sufficient in depth to test the Purple Sage Wolfcamp Pool.
3. Applicant seeks to dedicate the E/2 of Section 36 and E/2 of Section 1 to the well to form a non-standard 640 acre spacing and proration unit within the vertical limits of the Purple Sage Wolfcamp Pool.
4. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the E/2 of Section 36 and E/2 of Section 1 for the purposes set forth herein.