## BEFORE THE OIL CONSERVATION DIVISION NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

IN THE MATTER OF THE APPLICATION OF EOG RESOURCES, INC. FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 12749

#### **AFFIDAVIT**

STATE OF NEW MEXICO	)
	) ss
COUNTY OF SANTA FE	)

William F. Carr, attorney in fact and authorized representative of EOG Resources, Inc., the applicant herein, being first duly sworn, upon oath, states that notice has been given to all interested parties entitled to receive notice of this application under Oil Conservation Division rules, and that notice has been given at the addresses shown on Exhibit "A" attached hereto.

William F. Carr

SUBSCRIBED AND SWORN to before this 18<sup>th</sup> day of October 2001 by William F. Carr.

My Commission Expires:

Notary Public

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 12749 Exhibit No. 6
Submitted by:

EOG Resources, Inc.

Hearing Date: November 1, 2001

# EXHIBIT A APPLICATION OF EOG RESOURCES, INC. FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION LEA COUNTY, NEW MEXICO

Browning Oil Company, Inc. 8080 North Central Expressway Suite 780 Dallas, Texas 75206

Devon SFS Operating, Inc. Attn: Richard Winchester 20 North Broadway, Suite 1500 Oklahoma City, OK 73102-8260

Exxon Mobil Corporation Attn: Paul L. Keffer Post Office Box 4697 Houston, Texas 77210-4697

Fasken Land and Minerals, Ltd. Attn: Ms. Sally Kvasnicka 303 West Wall, Suite 1900 Midland, Texas 79701

J.T.I., Inc. Attn: Dr. Joshi 5801 East 41st Street Suite 603 Tulsa, Oklahoma 74135 Le Norman Energy Corporation 204 West Robinson, Suite 950 Oklahoma City, OK 73102

Lowe Partners, L.P. Attn: Mr. Joe Pulido Post Office Box 832 Midland, Texas 79702-0832

Mizel Resources, A Trust Attn: Linda Constantineou 3600 South Yosemite Street, Suite 810 Denver, Colorado 80237

Yosemite Creek Oil & Gas, LLC 3600 South Yosemite Street Suite 810 Denver, Colorado 82037

### HOLLAND & HART ILP CAMPBELL & CARR

ATTORNEYS AT LAW

DENVER • ASPEN
BOULDER • COLORADO SPRINGS
DENVER TECH CENTER
BILLINGS • BOISE
CHEYENNE • JACKSON HOLE
SALT LAKE CITY • SANTA FE
WASHINGTON, D.C.

SUITE 1 110 NORTH GUADALUPE SANTA FE, NEW MEXICO 87501-6525 MAILING ADDRESS P.O. BOX 2208 SANTA FE, NEW MEXICO 87504-2208 TELEPHONE (505) 988-4421 FACSIMILE (505) 983-6043 www.hollandhart.com

October 11, 2001

#### <u>CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

TO: AFFECTED INTEREST OWNERS

Re: Application of EOG Resources, Inc., for Compulsory Pooling and an Unorthodox Gas Well Location, Lea County, New Mexico.

#### Ladies and Gentlemen:

This letter is to advise you that EOG Resources, Inc. has filed the enclosed application with the New Mexico Oil Conservation Division seeking the an order pooling all mineral interests in all formations from the surface through the base of the Morrow formation under certain spacing and proration units in the E/2 of Section 13, Township 18 South, Range 32 East, NMPM, Lea County, New Mexico. Said units are to be dedicated to EOG's proposed Mantaray Federal Com Well No. 1 to be located at an unorthodox gas well location 2306 feet from the South line and 936 feet from the East line of said section 13.

This application has been set for hearing before a Division Examiner on November 1, 2001. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 1208.B to file a Prehearing Statement three days in advance of a scheduled hearing. This statement must include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

William F. Carr

ATTORNEY FOR EOG RESOURCES, INC.

Enclosure

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

IN THE MATTER OF THE APPLICATION OF EOG RESOURCES INC. FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION, LEA COUNTY, NEW MEXICO.

CASE NO. \_\_\_\_\_

#### **APPLICATION**

EOG RESOURCES, INC. ("EOG"), through its undersigned attorneys, hereby makes application pursuant to the provisions of N.M.Stat.Ann. § 70-2-17, (1978), for an order pooling all mineral interests in all formations from the surface through the base of the Morrow in the following described spacing and proration units located in Section 13, Township 18 South, Range 32 East, NMPM, Lea County, New Mexico: the E/2 for all formations and/or pools developed on 320-acre spacing which includes but is not necessarily limited to the Undesignated South Corbin-Morrow Gas Pool; the SE/4 for all formations and/or pools developed on 160-acre spacing; the N/2 SE/4 for all formations and/or pools developed on 80-acre spacing which includes but is not necessarily limited to the Undesignated South Corbin-Wolfcamp Pool and the NE/4 SE/4 for all formations and/or pools developed on 40-acre spacing which includes but is not necessarily limited to the Undesignated Querecho Palins-Upper Bone Spring Pool, to be dedicated to a well to be drilled at an unorthodox gas well location in all formations developed on 320-acre and 160-

acre and 80-acre spacing at a point 2306 feet from the South line and 936 feet from the East line of said Section 13, and in support of its application states:

- 1. EOG is a working interest owner in said Section 13, on which it proposes to drill its Mantaray "13" Federal Com Well No. 1 at a well location 2306 feet from the South line and 936 feet form the East line (Unit I) which will be standard in all formations developed on 40-acre spacing but unorthodox in all other formations. Said well is to be drilled to a depth sufficient to test any and all formations from the surface through the Morrow formation.
- 2. EOG has sought and been unable to obtain either a voluntary agreement for pooling or a farmout from certain interest owners in the E/2 of Said Section 13.
- 3. Said pooling of interests will avoid the drilling of unnecessary wells, will prevent waste and will protect correlative rights.
- 4. In order to permit EOG to obtain its just and fair share of the oil and gas underlying the subject lands, all mineral interests should be pooled, and EOG should be designated the operator of the well.

WHEREFORE, EOG Resources, Inc. requests that this application be set for hearing before an Examiner of the Oil Conservation Division on November 1, 2001, and, after notice and hearing as required by law, the Division enter its order:

- A. pooling all mineral interests in the subject spacing and proration units,
- B. approving an unorthodox gas well location for the Mantaray "13" Federal Com Well No. 1 at a point 2306 feet from the South line and 936 feet from

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the East line of said Section 13,

C. designating EOG Resources, Inc. operator of the unit and the well to be

drilled thereon,

D. authorizing EOG to recover its costs of drilling, equipping and

completing the well,

E. approving the actual operating charges and costs of supervision while

drilling and after completion, together with a provision adjusting the rates pursuant to

the COPAS accounting procedures, and

F. imposing a 200% penalty for the risk assumed by the EOG in drilling

and completing the well against any working interest owner who does not voluntarily

participate in the well.

Respectfully submitted,

HOLLAND & HART LLP

AND

CAMPBELL & CARR

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR EOG RESOURCES, INC.

#### PLACE STICKER AT TOP OF ENVELOPE TO THE BIGHT OF PETURN ADDRESS **U.S. Postal Service** CUMPLETE THIS SECTION SENDER: COMPLETE THIS SECTION **CERTIFIED MAIL RECEIPT** (Domestic Mail Only; No Insurance Coverage Pr Complete items 1, 2, and 3. Also complete Received by (Please Print Clearly) B. Date of Delivery item 4 if Restricted Delivery is desired. 16ーパ Print your name and address on the reverse so that we can return the card to you. WFC- EOG- 44497.00 □ Agent Attach this card to the back of the mailpiece, ☐ Addressee or on the front if space permits. ☐ Yes D. Is delivery address different from item 1. Article Addressed to: If YES, enter delivery address below: □ No Certified Fee OCT 11 200 Return Receipt Fee (Endorsement Required) 1.50 Browning Oil Company, Inc. Restricted Delivery Fee 8080 North Central Expressway Suite 780 Total Postage & Fees | \$ Service Type Dallas, Texas 75206 Certified Mail ☐ Express Mail Browning Oil Company, Inc. ☐ Registered Return Recor 8080 North Central Expressway ☐ Insured Mail C.O.D. Suite 780 4. Restricted Delivery? (Extra Fee) Dallas, Texas 75206 2. Article Number (Copy from service label) 7000 0600 0024 3128 PS Form 3811, July 1999 Domestic Return Receipt 102595-99-M-1789 **U.S. Postal Service** A. Received by (Please Print Clearly) B. Date of Delivery **CERTIFIED MAIL RECEIPT** Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. (Domestic Mail Only; No Insurance Coverage P. Print your name and address on the reverse C. Signature so that we can return the card to you. Goodluck Njoku ☐ Agent Attach this card to the back of the mailpiece, X WHOIS HALL SAMEA! WFC-EOL-44497.0018 or on the front if space permits. D. Is delivery address different from item 1. Article Addressed to: If YES, enter delivery address below Postage Certified Fee Devon SFS Operating, Inc. 20 North Broadway, Suite 1500 DCT 11º Return Receipt Fee 1.50 (Endorsement Required) Oklahoma City, OK 73102-8260 Restricted Delivery Fee (Endorsement Required) Attn: Richard Winchester 3. Service Type Certified Mail ☐ Express Mail Total Poetano & Food □ Registered Return Receipt for Merchandise Devon SFS Operating, Inc. ☐ Insured Mail ☐ C.O.D. 20 North Broadway, Suite 1500 4. Restricted Delivery? (Extra Fee) ☐ Yes Oklahoma City, OK 73102-8260 2. Article Number (Copy from service label) Attn: Richard Winchester 0024 3128 1327 1000 0600 PS Form 3811, July 1999 Domestic Return Receipt 102595-99-M-1789 **U.S. Postal Service** A. Received by (Please Print Clearly) ■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. CERTIFIED MAIL RECEIPT Print your name and address on the reverse (Domestic Mail Only; No Insurance Coverage F C. Signature so that we can return the card to you. □ Agent Attach this card to the back of the mailpiece. ☐ Addressee or on the front if space permits. D. Is delivery address different from item 1? Yes WFC-EOG-44497.00 1. Article Addressed to: If YES, enter delivery address below: □ No Postage Exxon Mobil Corporation Certified Fee OCT 11-4 Post Office Box 4697 Return Receipt Fee (Endorsement Required) Houston, Texas 77210-4697 Attn: Paul L. Keffer 3. Service Type Restricted Delivery Fee (Endorsement Required) Certified Mail ☐ Express Mail Registered KReturn Receipt for Merchandise ☐ Insured Mail C.O.D. Exxon Mobil Corporation 4. Restricted Delivery? (Extra Fee) ☐ Yes Post Office Box 4697 2. Article Number (Copy from service label) Houston, Texas 77210-4697 7000 0600 0024 3128 1334 Attn: Paul L. Keffer PS Form 3811, July 1999 Domestic Return Receipt 102595-99-M-1789

#### **U.S. Postal Service** CERTIFIED MAIL RECEIPT COMPLETE THIS SECTION ON DELIVERY SENDER: COMPLETE THIS SECTION (Domestic Mail Only; No Insurance Coverage I A. Received by (Please Print Clearly) B. Date of Deliver Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. 10-15-01 Print your name and address on the reverse C. Signature WFC-EOG-44497.0018 so that we can return the card to you. ☐ Agent Attach this card to the back of the mailpiece, X Postage \$ ,34 □ Addresse or on the front if space permits. ☐ Yes D. Is delivery address different from item 1? Certified Fee 1. Article Addressed to: □ No If YES, enter delivery address below: OCT 1 H Return Receipt Fee (Endorsement Required) Fasken Land and Minerals, Ltd. Restricted Delivery Fee 303 West Wall, Suite 1900 (Endorsement Required) Midland, Texas 79701 Total Postage & Fees \$ Attn: Ms. Sally Kvasnicka 3. Service Type Fasken Land and Minerals, Ltd. Certified Mail ☐ Express Mail ☐ Registered Return Receipt for Merchandis 303 West Wall, Suite 1900 ☐ Insured Mail ☐ C.O.D. Midland, Texas 79701 4. Restricted Delivery? (Extra Fee) ☐ Yes Attn: Ms. Sally Kvasnicka 2. Article Number (Copy from service label) <u>7000 0600 0024 3128 1303</u> PS Form 3811, July 1999 Domestic Return Receipt 102595-99-M-178 U.S. Postal Service CERTIFIED MAIL RECEIPT Complete items 1, 2, and 3. Also complete A. Beceived by (Please Print Clearly) B. Date of Deliver (Domestic Mail Only; No Insurance Coverage P item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. ☐ Agent Attach this card to the back of the mailpiece, WFC-EOG-44497.0018 ☐ Addresse or on the front if space permits. D. Is delivery address different from item 1? ☐ Yes 1. Article Addressed to: If YES, enter delivery address below: Certified Fee J.T.I., Inc. Return Receipt Fee 5801 East 41st Street (Endorsement Required) Restricted Delivery Fee Tulsa, Okalahoma 74135 3. Service Type Total Bostana & Fage Attn: Dr. Joshi Certified Mail ☐ Express Mail ISPS J.T.I., Inc. ☐ Registered Return Receipt for Merchandis 5801 East 41st Street ☐ Insured Mail Suite 603 4. Restricted Delivery? (Extra Fee) Tulsa, Okalahoma 74135 2. Article Number (Copy from service label) Attn: Dr. Joshi 7000 0600 00743178 1773 PS Form 3811, July 1999 Domestic Return Receipt 102595-99-M-1789 **U.S. Postal Service** Complete items 1, 2, and 3. Also complete A. Received by (Please Print Clearly) B. Date of Deliver item 4 if Restricted Delivery is desired. CERTIFIED MAIL RECEIPT Print your name and address on the reverse (Domestic Mail Only; No Insurance Coverage Pr C. Signature so that we can return the card to you. □ Agent Attach this card to the back of the mailpiece, ☐ Addresse or on the front if space permits. ☐ Yes E04-44497.0018 D. Is delivery address different from item 1? 1. Article Addressed to: If YES, enter delivery address below: Postage \$ .34 Le Norman Energy Corporation OCT 11 Her 204 West Robinson, Suite 950 Return Receipt Fee Oklahoma City, OK 73102 Restricted Delivery Fee 3. Service Type Certified Mail ☐ Express Mail ☐ Registered Return Receipt for Merchandis Total Postage & Fees ☐ Insured Mail C.O.D. 4. Restricted Delivery? (Extra Fee) ☐ Yes Le Norman Energy Corporation 204 West Robinson, Suite 950 2. Article Number (Copy from service label) 1000 0600 0024 3128 1259 Oklahoma City, OK 73102 PS Form 3811, July 1999 Domestic Return Receipt 102595-99-M-1789

