Dor ³ New Mexico (Four 421	Dil Conservation Division, District I 1625 N. French Drive Hobbs, NM 86246
---	---

Form 3160-3					FORM AI	PPROVED	an an
(August 1999)				-		1004-0136 mber 30, 2000	
				5. Lease Ser		mber 30, 2000	
UNITED STATES				NM12412	Tai NO.		
DEPARTMENT OF THE INT BUREAU OF LAND MANG				6. If Indian, /	Allottee or Ti	ribe Name	
			1-7	o. minaiari, i			
			<u>13 </u>				
1a. Type of Work: X DRILL	ENTER			7. If Unit or (CA Agreeme	nt, Name and No.	
1b. Type of Well: Oil Well 🔀 Gas Well 🛄 Other	Single Z	one Multip	le Zone	8. Lease Na Lusk "23" Fed		No. 29116	
2. Name of Operator EOG Resources, Inc. 7377				9. API Well 1 30-	· · · · · · ·	-3672D	
3a. Address	3b. Phone No	o. <i>(include area d</i> (432) 686-3714	ode)	10. Field and Lusk Morrow.(ploratory	
P.O. Box 2267 Midland, TX 79702 4. Location of Well (Report location clearly and in accordance	e with any Sta		*)	· · · · · · · · · · · · · · · · · · ·		. And Survey or Area	
SUBJECT TO LIKE At surface 330'FSL&330"FEL(U/LP)	APPROV	AL BY STAT	É	Sec 23 T-19-5			
At proposed prod. Zone 500'FSL&500"FEL (U/L 14. Distance in miles and direction from nearest town or post				12. County o	r Parich	13. State	
14. Distance in miles and direction from nearest town or post 22 Mi, west from Jal NM	onice			Lea Co.		NM	
15. Distance from proposed* 500'	16. No. of Ac	res in lease	17. Spacing	Unit dedicate			
location to nearest	2320		80 ac. E/2NE	, 320ac. E/2	2345		
property or lease line, ft.					12010	567 ₈₉₂	
(Also to nearest drlg. Unit line, if any) 500' 18. Distance from proposed location*	19. Proposed	d Donth	20 BLM/BL	A Bond No. on	file		
to nearest well, drilling, completed applied for, on this lease, ft.	13700		NM2308			000 000	
21. Elevations (Show whether DF, KDB, RT, GL, etc) GL 3459'	22. Approxim 5/1/2004	ate date work wi	ll start*	23. Estimate	d duration	H H	
	24. A	ttachments	Capita	n Contralle	d Water B		
The following completed in accordance with the requirements of On	shore Oil an G	as Order No. 1, st	hall be attache	d to this form	SZ125	261.811	
 Well plat certified by a registered surveyor. A Drilling Plan. 		4. Bond to cover Item 20 above		unless covere	d by an existi	ng bond on file (see	
3. A Surface Use Plan (if the location is on National Forest Sytem L	ands, the	5. Operator certi	fication.				
SUPO shall be filed with the appropriate Forest Service Office)		 Such other sit authorized off 	•	mation and/or	plans as may	be required by the	
25. Signature	Name (Printe	d/Typed)			Date		
_ ipe Mana	Mike Francis	<u>-</u>			3/11/2004		
Title Agent			-				
Approved by (Signature) /S/ JOE G. LARA	Name (Printe	57750°E G.	LARA		^{Date} APR	2 1 2004	
TIPFIELD MANAGER		ARLSBA					
Application approval does not warrant or certify the applicant holds legal or eq operations theron.	uitable title to tho	se rightes in the sub	•	ROVAL	••		
Conditions of approval, if any, are attached	BASIN	knowingly and willful					
States any false, fictitious or fraudulent	a second s	×					;
CASING MUST BE	UNCO	COIC V AP	PROVAL	SUBJEC	TTO	0.040	
DECLARED WATER BASIN		3 EU ****	ENERAL I	REQUIRE	MENTS	and	
CEMENT BEHIND THE 11 24				TIPULAT	NNS		
CASING MUST BE CIRCULATED		AT	TACHED	•			

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 State of New Mexico

Energy, Minerals, and Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, New Mexico 87505

Form C-102 Revised August 15, 2000 Submit to Appropriate District Office State Lease - 4 copies Fee Lease - 3 copies

AMENDED REPORT

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT IV

DISTRICT II

1220 S. St. Francis Dr., Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	³ Pool Name	
30-025-36720	80770	Lusk Morrow,Gas	,
Property Code	LUSK	⁹ Property Name "23" FEDERAL	⁶ Well Number 2
⁷ OGRID No. 7377	EOG R	⁸ Operator Name ESOURCES, INC.	⁹ Elevation 3589'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Р	23	19 SOUTH	32 EAST, N.M.P.M.		330'	SOUTH	330'	EAST	LEA

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	23	19 SOUTH	32 EAST, N.M.P.M.		500'	SOUTH	500'	EAST	LEA
¹² Dedicated Acres	13 Jo	int or Infill	¹⁴ Consolidation Code	nsolidation Code ¹⁵ Order No.					
320				NSL-5053 (NSBHL)					>

NO ALLOWABLE WELL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



1. GEOLOGIC NAME OF SURFACE FORMATION: Permian

2. ESTIMATED TOPS OF IMPORTANT GEOLOGICAL MARKERS:

Yates	2950'
Delaware	4925'
Bone Springs	7750'
Wolfcamp	10900'
Strawn	12150'
Atoka Shale	12600'
Morrow Clastics	13100'
Lower Morrow	13575'
Mississippian	13675'

3. ESTIMATED DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:

Upper Permian Sands	Above 250'	Fresh Water
Delaware	4925'	Oil
Bone Spring	8500'	Oil
Wolfcamp	10900'	Oil
Strawn	12150'	Oil
Morrow	13200'	Gas

4. CASING PROGRAM

<u>Hole Size</u>	<u>Interval</u>	OD Casing	Weight Grade Jt. Cond. Type
14 ¾	0-400'	11 3/4"	42# H-40 ST&C
11"	0-4000'	8 5/8"	32# J-55 LT&C
11"	4800'	8 5/8"	32# HCK LT&C
7 7/8"	0-13700'	5 ¹ /2"	17# S95/P110 L&TC

Cementing Program:

11 3/4" Surface Casing:

8 5/8" Intermediate:

5 ¹/₂" Production:

Cement to surface with 800 sx Interfill C, .25#/sx flocele, 250 sx Premium Plus, 2% Calcium Chloride

Cement to surface with 200 sx Prem Plus, 3% Econolite, 25 Calcium Chloride, 0.25#/sx Flocele,

150 sx Prem Plus, 2% Calcium Chloride

Cement w/930 sx Premium, 3% Econolite, 5#/sx Salt (3%), 0.2% HR5, .25#/sk Flocele, 250 sx Prem 50/50 Poz mix 'A', 2% Halliburton-Gel First 2%, 0.5% Halad-322. This is designed to bring TOC to 4500'.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL: (SEE EXHIBIT #1)

The blowout preventer equipment (BOP) shown in Exhibit #1 will consist of a double ram-type (5000 psi WP) preventer and an annular preventer (5000-psi WP). Units will be hydraulically operated and the ram-type will be equipped with blind rams on top and drill pipe rams on bottom. All BOP's and accessory equipment will be tested in accordance with Onshore Oil & Gas order No. 2. EOG request authorization to use a 2M system, providing for an annular preventer to be used prior to drilling the surface casing shoe before drilling out of surface casing. Before drilling out of 1st intermediate casing, the ram-type BOP and accessory equipment will be tested to 5000/1000 psi and the annular to 3500/5000-psig pressure.

Pipe rams will be operationally checked each 24-hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets.

6. TYPES AND CHARACTERISTICS OF THE PROPOSED MUD SYSTEM:

The well will be drilled to TD with a combination of brine, cut brine, and polymer/KCL mud system. The applicable depths and properties of this system are as follows:

		Wt Viscosity	y Waterlos	SS
<u>Depth</u>	Type	(PPG)	<u>(sec)</u>	<u>(cc)</u>
0-1300'	Fresh Water (Spud Mud)	8.5	40-45	N.C.
1300'-4800'	Brine Water	10.0	30	N.C.
5500'- TD	Cut Brine + Polymer/KCL	8.8 - 9.2 32	32	10

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept at the wellsite at all times.

7. AUXILIARY WELL CONTROL AND MONITORING EQUIPMENT:

(A) A kelly cock will be kept in the drill string at all times.

- (B) A full opening drill pipe-stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times.
- (C) A mud logging unit complete with H2S detector will be continuously monitoring drilling penetration rate and hydrocarbon shows from 5000' to TD.

8. LOGGING, TESTING AND CORING PROGRAM:

Electric logging will consist of GR-Dual Induction Focused and GR-Compensated Density-Neutron from TD to intermediate casing with a GR-Compensated Neutron run from intermediate casing to surface and optional Sonic from TD to Intermediate casing.

Possible sidewall cores based on shows.

9. ABNORMAL CONDITIONS, PRESSURES, TEMPERATURES AND POTENTIAL HAZARDS:

The estimated bottom hole temperature (BHT) at TD is 200 degrees F with an estimated maximum bottom-hole pressure (BHP) at TD of 6400 psig. No hydrogen sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. No major loss circulation zones have been reported in offsetting wells.

10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS:

The drilling operation should be finished in approximately one month. If the well is productive, an additional 30-60 days will be required for completion and testing before a decision is made to install permanent facilities.

SURFACE USE AND OPERATIONS PLAN

1. EXISTING ROADS:

Access to location will be made as shown on Exhibit #2

Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as long as any operations continue on this lease.

2. PROPOSED ACCESS ROAD:

309' of new road is required. Exhibit 2a,2b

No turnouts necessary.

No culverts, cattleguards, gates, low-water crossings are necessary.

Surfacing material consists of native caliche to be obtained from the nearest BLM-approved caliche pit. Any additional materials required will be purchased from the dirt contractor.

3. LOCATION OF EXISTING WELLS:

Exhibit #3 shows all existing wells within a one-mile radius of this well.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

There are no existing production facilities. If production is encountered, a temporary facility will be established on the drill pad, and if warranted, a production facility would be built at a later date in the immediate area of the drill pad location. If the well is productive, the flowline would also be located on the drill-pad site and no additional disturbance will occur.

5. LOCATION AND TYPE OF WATER SUPPLY:

Fresh water and brine water for drilling will come from commercial sources and transported to the well site over the roads as shown on Exhibit #2.

6. PLANS FOR RESTORATION OF THE SURFACE:

After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. Location will be cleaned of all trash and junk to leave the well in an aesthetically pleasing condition as possible.

Any unguarded pits containing fluid will be fenced until they are dry and back filled.

After abandonment of the well, surface restoration will be in accordance with current federal laws and regulations. Location will be cleaned, and the wellpad removed to promote vegetation and disposal of human waste will be complied with. Trash, waste paper, garbage and junk will be hauled to an approved disposal site in an enclosed trash trailer.

All trash and debris will be removed from the well site within 30 days after finishing drilling and/or completion operations.

ANCILLARY FACILITIES:

No airstrip, campsite, or other facilities will be built.

WELL SITE LAYOUT:

Exhibit #4 shows the relative location and dimensions of the well pad.

OTHER INFORMATION:

The area around the well site is grassland and the topsoil is duned and sandy. The vegetation is native scrub grasses with abundant oakbrush, sagebrush, yucca, and prickly pear.

CERTIFICATION:

I HEREBY CERTIFY that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

Craig Young Drilling Engineer 1/27/2004

ATTACHMENT TO EXHIBIT #1

- 1. Wear ring to be properly installed in head.
- 2. Blow out preventer and all fittings must be in good condition, 5000 psi W.P. minimum. Exhibit #1.
- 3. All fittings to be flanged
- 4. Safety valve must be available on rig floor at all times with proper connections, valve to be full bore 5000 psi W.P. minimum.
- 5. All choke and fill lines to be securely anchored especially ends of choke lines.
- 6. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
- 7. Kelly cock on kelly.
- 8. Extension wrenches and hand wheels to be properly installed.
- 9. Blow out preventer control to be located as close to driller's position as feasible.
- 10. Blow out preventer closing equipment to include minimum 40-gallon accumulator, two independent sources of pump power on each closing unit installation, and meet all API specifications.

EOG Resources, Inc.



...

Exhibit 1

, ", "

VICINITY MAP

.



MIDLAND, TX. 79705 (800) 767-1653





<u>lona</u>	1 Ped. r sugel U.S. Vertor	JW JELLYSK, N	And Piec . Ford	¥ 1243,4110,51	"Uncie Sam" U.S	· · · · · · · · · · · · · · · · · · ·
·**	Cevon Ener,	Chevron (Mobil) (Mobil) (19232 (Mobil) (Moran oil) (Moran oil) (Moran oil)	Sol West II (SO) West III A Nodele, Gursman (Markel) 4 Nodele, Gursman (Markel) 4 18902	Burleson 6, Huff) withingon (O, H. Barry, Ya) Jacob Nocil 6, Greenian 25549 withendory, K. Statu Withendory, L.B. Burleson Ya	Yotes Pet, etal V. 334 W. 334 H.E. Tates C.E.C.F.S. Venhew Toast	(Hudson & Lewis) (Hudson & Lewis) (HE Yates, etal)
BOR OIA	Guif Con Constant Fed Helbing Dilaso Constant Francisco Constan	Chevren Spears and States and States Stronger St	Contraction of the second seco	Hendon L. B. Burreson /2 (Union) Jack Huff et al Sherin (1990) 1013 700 1013 700 1014 (Carrol British)	07.50 TD13606 *07.42-11-64 P2.5 04.4-7-72	Basin Oper. Enficient Hearburg - Hudson-Fed. Hudson-Fed. TO 13606 Gazelle-Fed.
LUNA PAT	F195 Saga Pet.	Jamu Gis 33 (Prodigerstore) (a mili) 34 (Prodigerstore) (a	Mobil Tal 21 Mil.) Goth Costore for read we of Food (Traft S "In the set of the set of the set of the set workson for the set of the set workson the set of the set Wester Set of the set of the set of the set Wester Set of the set of the set of the set Wester Set of the set	Sonta Re 35 (10 1500)	Strate Prod. (Sol West III) VB·30	And
ST-Fed	ve il state	25540 Cevron Crever Charper Chevron IFren Charper 26590 2 Morrow (Print "Peter Page Charper Ped." U.S. Kreet Fed. 2014		Pla 10:1-10	* Paloma - St. * \$mate 17 \$450 97 43 17 \$450 97 43 51 ate Pag	V.S.
id Beau oni Exp ic S/R Fed.	Marbob Marbob Ener etal Ener Marbob 91:2006 19:1:2006 HBP 97:39 97:39 Lasta 360%	etal) 26690 Horne-Frd.	3(1.08)TD 33500 EOG Res: DOD: 10/42 9-639 12 - 1 - 200 3 10/10/10/42 9-639 12 - 1 - 200 3 10/10/10/10/10/10/10/10/10/10/10/10/10/1	Yates Pet, And Intrepid Oper.	Intrepid Gruy Per. 5 3 Oper. 12568 7/44569 10 10 1250 10 150	42.44 (* 41.94), 11 46 174, 11 46 174, • Penroc
A etal M . 103:96 . Martin	BP (Koiser (Morson) 97 PTA Francis (EBC (WO) 800 Shelly (17435	((hevron) / Shell-Fed ((hevron) / Shell-Fed (390-10382) / 10150 (ft westaller (390-10382) / 10150 (ft westaller (390-10382)	T Shell-Fea book of the shell for the shell	GVC 4 1 Ventures 977 (7/81 9750 737 Philippe / 1955	Gertinger 9 7 2 Mitchell Ener Veridian Prio Cochrise Feo Mandward Prio T03725 10 900	444 √ 077002 5 Disc. 3 9 Pir3 ⊕ (Pris) ● 4 (Ampco)
	Marbab Echo Marbab Ener. 1) Ener. Prod. 9:12006 4 9:12006 12:12:00 9:133 12:12:00 107391 36090 Marbab Ener. 107391 36090 Marbab Ener. 107391 36090 Marbab Ener.		4. 0 Dire 1 1 10 2007 230 (A) 2 2011 1 A 1 1 0 2007 230 (A) 2 2011 1 A 1 1 0 2013 1 A 1 1 1 0 2013 1 A 1 1 1 0 2013 1 A 1	State (Herente) 2 Harado	Semilier (Press	(Ampco) 42 m 4 1 / Ketper (4 Milli (9 gilli1-83)
Fine OS	mil Demson U.S. WC Dise	Chevron 1073 499-692 6 1 7003 00/6- Merbook 90901 1 Fed. HBP 170 92 U.S. 18629	103,559 DIA 2:15-64 U.S. Fed"	1 Cactus "Cochuse"2"St" + Superior.St. 104050 VA3:3:55 Store	"Cochise "/" Fed." Bondur ant-Fed." U.S.	HODE H NOVICE - Fed. Armoso) (1) OL. Arelie Fed. (1) J. Z. Arelie Fed. (1) J. Z. Arelie Fed. (1) J. Z. Armoso (1) J. Z. Armoso (2) J. Z. Armoso (3) J. Z. Armoso (3) J. Z. Armoso (4) J
99041 430 10 'an Ame reenwoo	9 - 1 - 2005 95641 9000 10 10 110	Marbob stai 8-19422 Nadel & Gussmon 13422	LUSKISEV. RIV'S JUNIT	Sun	(Upland Prod.) R. Westerd R. W. Stoff Martin Stoff (Invice) (I	1 (Murphy 1000, (Murphy Oper,etal 5026 Manzand
•	(J.C.) www.reco Goauling (Graning (Tenneco)	9	(Sun) Nadel: Gussman (Mo) ¹ (2413 & 22 (2 9 Mil) (Mo) & Per Day Same (2 9 Mil) (Mo) & Per Day Same (2 9 Mil) (Mo) & Per Day Same (10 (Mo) Case) (10 (Mo) Case)	Green	((merco) Scove-frotb 103525 Messil end Bessil end Wessil Ered "	(2.3. Mil) (Jesuco) (
Penroc. Lusk. Fed DMI-11-66	(Tenneco)	₩ ₩arbøj			(1.58) 89820 (1.58) (1.58) (1.58) (1.58) (1.58) (1.58) (1.58) (1.58)	PIS I
I Marbo D/R Trebo	I Marbob	etal 6:3422 "Dorothy McKayFed" U.S.	Pet. Dev. Corp. Sherri-Down-Fed. Arckey-Fe TD 13055		(2 amil) (2 amil) for free) (2 amil) for the "Tonto-Fed" ben bet. U.S.	Fed
TTE Harse 18 Fed.	(Chevron) 625 02 Marbob Ener 1/2		PAP Gulf Coast Part Coast This of the second seco	P.R. 1973/15 Boss, etal, Sun 1016/2 031497 Sun 3/4 0 63530 P.R. Bass, etal	63368	Ampro (Collier E. Collier) (Portani Mere Parte De) La Mill
tan-Fea Tinfia Man A	Lusk Deep Unit 01087 HBu	0/4 7-26-61 +136615.	Jennings 8	30n 3/4	2 Amoco Borduront.feg 2 10 3350	And Carlocolin, Prod
Martin odise i Prod. i Gise Duol	Lesk Cour Market Lesk Cour Market Lesk Cour Market Lesk Cour Market Lesk Cour Market Lesk Cours Lesk Heur Market Lesk Deep H. J. Salt Lesk Deep H. J. Salt L	(2) (1) (1) (1) (1) (1) (1) (1) (1) (1) (1	The ness Disc APPTD 3014	Recovery to the second		Mack Sc Prugon Guff Ener. 103345 Wahay-Fed. to 3470 Chi Ener. TO 3500
Deep Unit pl Disc.) (Dor)# [. trbob (1)	EI POSO NOL	Unit 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,	Sun Anerri Jennings-Fed Tobioc	Arca/2 Kanakar Arca/2 Kanakar 3.1.2003 50577 Arcs 5 50577 Arcs 5 50577 Arcs 5 Arcs 5 Arcs 6 Arcs 6 Arcs 7 Arcs 7 Ar	Bondurant-Fed. " T U.S.	
wbob (1 1023560 10	43 € 12 8 43 € 12 8 43 € 12 8	NOS Gruy Pet.	stolwork Endeavor 22 Summ Fed Summ Fed two Tbillow Unephan E, EOG Res. Stollenberg (Lanexco) 12412	HBP 12412 I SUG Res. I R Westall	(OXY) McClost W/2 HBC (Magroung, stal R wishin (Anagarko) (Neorburg, %) Bogs4 " 3500" Base Gun Smarke-Fed.	550 U.S. 5
i) CK.Stout is. <i>Calif. A</i> u D2736 31)	20 (Phillips) (Phillips) (Phillips) (Phillips) (Phillips) (Phillips) (Phillips) (Phillips) (Phillips)	Plans Ur. v Culbuchson admin (Stoltenberg 12412 Foat-Lusk-Foo. TO 2999: 22 "Lusk Fed." 11 Llang.inc.	23, (Prof. Burlington		Find (H.C. Yates)
Deep"	(chilling) (chilling) per distriction (chilling) (chilling) per distriction (chilling) (12 2 KrstvCovering	IGRUY PET. (OPER LUSK WEST DEL.) UNIT	R.Bruton (Grace Pet.) W.Donby.Fed. (L.Mor.Disc.)	Union Text (Union Text) (Union Text) (Union Text) (Union Text) (Union Text) (Nearburg) Mearburg Nearburg (Nearburg) Nearburg (Nearburg) (To stars 2 Resolution is a star 2 Resolution is a st
Vates Orig	El Paso Prodi. Gruy Pet.	Culber Son F, Irwin Suber Son F, Irwin (Socon, M) (Son M) (Socon, M) (Son M)	U.S. Concho SEG Corpi Liano inc.	EOG Res.	U.S.BigCircle	Webb TD3181 Perf 79 Figure 1 Mode State Mode State Mode State Mode State Mode State
NEC	Kincoid E. Soccetti Fred Werson (Ductois)	Frug Pet. 1 0175112	11164	(Amoco) 12412 WE bith BHL	HBP 1017606 Severative (Union Teal Procession 12415 (Webp Chil) for State ros State Nearburg	Corp
Com.Pisi	312 3 910 909-W	Clinton Oil) Gruy Pet.	EOG Res.	1 "Lusk Fed. Com 26 Cultorson t	Grace Pert. Willing. W Tonto-A-Red. Willing. W Toncho 25(0, weight)) J. W Concho 1000 (Mag Mag Will PsoO EG Corp. 12443 3M(1) J. Mag	To are francis we not the states
045 (PM	913 914 Tenas (Jinton) 913 7/4 Tenas (Jinton) 913 7/4 Tenas (Jinton) 913 7/4 Tenas Disciple Cang.	CG 2 1 OES 710 S (wo) JAAIII (POR A mer.) ⊕ WC Disc. HOU 1 Fro/ns Unit - F304 HOU 1 - F304 UNIT - F304 U.S.	12412 U.S.	(BP America)	Argebrand Argebrand Argebrand	P39 TANII P39 TANII # 54 12 m I Webb Uil 6 Tonto 12 m I Webb Uil 6 Tonto
	Par 1 10555	evrontsDel) 2 ChisosLtd. 977 (OXY) 6 Linten.9/8 01135	Cabal Ener: (Missian Res.) HBP 01135	SW0 +4 (PIS)	Michamey-Fed." U.S. Hivestiver	
Marbub Fres ELC For Com Marw Disc. 35 Mil. S4)	P41 Ener. Interest E-912t Interest E-912t Interest E-912t Interest E-912t Interest E-912t Interest E-912t Interest E-912t Interes	Edge Ret U HMH Cabal Street O HMH Ener. O Street O HMH Ener. O	BHLUSKS ,	Yettes Pet rhui - Wits Rt 53222 (1967) Autor Parts Part	Nodel E. Marine Nodel E. Marine Gusting Der See. Monzond	5-6
17- 14 84 84 ₹103.46. 7	Maynum Pronto 32 (Parker 6) Swo 3-CR- 5-ce Parkey () 3-CR- 5-ce Parkey () 1-CR- 5-ce P		34	E	Hevront 36 Inc	7 92 9285 44 [(Union) 7 16 16 97 16 97 1
	State 0(DA 9 25 64)	U.S.	944 952 434 2739 394 3739 364 4 SE Lusk 34 Fed." U.S.	: Jois red. Luss red. B.264. 783. Rac 780. Sac 950. rac. 730 "Lush Fed." U.S.	SEAC 1139 1340 21 3139 BALC & Nadel's Gussman HAD2 I HAD2 State Popo Ent.Yz	Bosene a
	28 54c. 4133 544c. 3139 54c. 2 35.554c. 7 4 W0 Yores Disc.	40/14-9 40.05 4 31 4007 2 1 40/1/2 7 4 Devon Ener, 9 61 - 2005 9 8646 45 00	0.15Ac 4(40.23Ac 3146.23Ac 2 140.37Ac7	40.26 & 4440 n2 & 31 41 98 20 7 36 2002 19 30	Exhibit 3	
	(Atlantic)		3	Wells withi proposed wel	in Noe(1) mile	e of
	Devon Ener. 6 · I - 2005 3+8+6 45 **		-	- -		
_	<i>U</i> .S.	U.S.	US			



Statement Accepting Responsibility For Operations

Operator Name:EOG Resources, Inc.Street or Box:P.O. Box 2267City, State:Midland, TXZip Code:79702

The undersigned accepts all applicable terms, conditions, stipulations, and restrictions concerning operations conducted on the leased land or portion thereof, as described below:

Lease No.: NM 12412

Legal Description of Land: E/2 Sec.23 T-19-S;R-32-E, NMPM Lea., NM

Formation(s) (if applicable):

Bond Coverage: (State if individually bonded or another's bond)

Individually

BLM Bond File No.: NM2308 with endorsement to State of NM

nau Authorized Signature: Mike Francis

Title: Agent

Date: 3/11/2004

LOCATION & ELEVATION VERIFICATION MAP



District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Operator

State of New Mexico **Energy Minerals and Natural Resources**

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

For drilling and production facilities, submit to appropriate NMOCD District Office. For downstream facilities, submit to Santa Fe office

Form C-144

March 12, 2004

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes No XX Type of action: Registration of a pit or below-grade tank XX Closure of a pit or below-grade tank 432 686 3689 EOG Resources, Inc. e-mail address: <u>stan wagner@eogr</u>esources.com Telephone:

	Address:	P.O.	Box	2267	Midland,	TX	79702	
	Facility of	well name:	Lusk	23	m. 3 21 m	_API#:	D = 00 = 100 = 300	1
1		Lea				Longin	inideNAD: 1927 🗌 1983 🗋 Surface Owner Federal 🖾 State 🗍 Private 🗋 Indian 🗍	

Pit	Below-grade tank			
Type: Drilling 🖾 Production 🗋 Disposal	Volume:bbl Type of fluid:	bbl Type of fluid:		
Workover 🔲 Emergency 🗋	Construction material:			
Lined 🗶 Unlined 🗔	Double-walled, with leak detection? Yes II If not,	explain why not.		
Liner type: Synthetic 🖾 Thickness 20 mil Clay 🗌 Volume				
<u>7400</u> bbl				
	Less than 50 feet	(20 points)		
Depth to ground water (vertical distance from bottom of pit to seasonal high	50 feet or more, but less than 100 feet	(10 points)		
water elevation of ground water.)	(100 feet or more)	(0 points)		
	Yes	(20 points)		
Wellhead protection area: (Less than 200 feet from a private domestic	No	(0 points)		
water source, or less than 1000 feet from all other water sources.)				
	Less than 200 feet	(20 points)		
Distance to surface water: (horizontal distance to all wetlands, playas,	200 feet or more, but less than 1000 feet	(10 points)		
irrigation canals, ditches, and perennial and ephemeral watercourses.)	1000 feet or more	(0 points)		
	Ranking Score (Total Points)			

If this is a pit closure: (1) attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location:

..... (3) Attach a general description of remedial action taken including remediation start date and end onsite 🔲 offsite 🔲 If offsite, name of facility___

_ft. and attach sample results. (5) Attach soil sample results and a date. (4) Groundwater encountered; No 🗌 Yes 🗌 If yes, show depth below ground surface____

diagram of sample locations and excavations.

6/5/0PETROLEUM ENGINEER

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines 2, a general permit . or an (attached) alternative OCD-approved plan . Date:

He. Stan Wagner Reg Analyst Signature Printed Name/Title

Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or regulations.

Approval: Date:

Printed Name/Title

Signature

SCHEMATIC OF RESERVE PITS FOR DRILLING WELLS IN THE STATE OF NEW MEXICO.

TWO SLIT OR TROUGH TYPE PITS WILL BE USED.

FRONT RESERVE PIT (SLIT PIT CLOSEST TO HOLE) WILL BE FOR FRESH WATER.

BACK RESERVE PIT (SLIT PIT FURTHEST FROM HOLE) WILL BE FOR BRINE WATER.

BOTH PITS WILL BE LINED WITH 20MIL. PLASTIC.

ALL PITS WILL BE COVERED WITHIN THE 180 DAY ALLOTED TIME PERIOD IN ACCORDANCE WITH ALL NEW REGULATIONS.

