**UNITED STATES** FORM APPROVED Form 3160-5 HOBBSOGE Hobbs OMB NO. 1004-0137 (August 2007) DEPARTMENT OF THE INTERIOR Expires July 31, 2010 BUREAU OF LAND MANAGEMENT 5. Lease Serial No. AUG 0 3 2011 SUNDRY NOTICES AND REPORTS ON WE 6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such propingly (APD) 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 8. Well Name and No. X Oil Well Gas Well Other Lusk 23 Federal 3H 2. Name of Operator EOG Resources Inc. 9. API Well No. 3a. Address 3b. Phone No. (include area code) 30-025-40166 432-686-3689 P.O. Box 2267 Midland, Texas 10 Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Lusk; Bone Spring, East 1980' FNL & 330' FWL, U/L E 11. County or Parish, State 1980' FNL & 330' FEL, U/L H Sec 23, T19S, R32E CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off X Notice of Intent Fracture Treat Reclamation Well Integrity Alter Casing Subsequent Report Casing Repair **New Construction** Recomplete Change Plans Plug and Abandon Temporarily Abandon BOPE Change Final Abandonment Notice Convert to Injection Plug Back Water Disposal Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 13. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.) EOG Resources requests a variance to drill this well using a co-flex line between the BOP and the choke manifold (instead of using a 4" OD steel Line.) Manufacturer: Midwest Hose & Speciality Serial Number: SN#90067 SEE ATTACHED FOR 351 Length: CONDITIONS OF APPROVAL Size: OD = 8"ID = 4" Flanges Size: 4-1/16" Ends: 10,000 psi Anchors required by manufacturer: No WP Rating: 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Stan Wagner Title Regulatory Analys Signature Date 7/20/11 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Title Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that Office WESLEY W. INGRAM the applicant holds legal or equitable title to those rights in the subject lease which would PETROLEUM ENGINEER

Title 18 U S C Section 1001, and Title 43 U S.C Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

entitle the applicant to conduct operations thereon

## MIDWEST

## **HOSE AND SPECIALTY INC.**

INTERNAL HYDROSTATIC TEST REPORT						
Customer:				P.O. Number:		
CACTUS				RIG #123		
			Asset # M10761			
HOSE SPECIFICATIONS						
Type: CHOKE LINE				Length:	35'	
i.D.	4"	INCHES	O.D.	8"	IN	CHES
WORKING PRESSURE TEST PRESSUR			E	BURST PRES	SURE	
10,000	PSI	15,000	PSI			PSI
COUPLINGS						
Type of End Fitting 4 1/16 10K FLANGE						
Type of Coupling: SWEDGED			MANUFACTURED BY MIDWEST HOSE & SPECIALTY			
PROCEDURE						
Hose assembly pressure tested with water at ambient temperature.						
		TEST PRESSURE	ACTUAL BURST PRESSURE:			
	1	MIN.			0	PSI
COMMENTS: SN#90067 M10761 Hose is covered with stainless steel armour cover and wraped with fire resistant vermiculite coated fiberglass insulation rated for 1500 degrees complete with lifting eyes						
Date:	6/6/2011	Tested By: BOBBY FINK		Approved: MENDI JACKSON		

Lusk 23 Federal 3H 30-025-40166 EOG Resources Inc. July 25, 2011 Conditions of Approval

1. Variance approved to use flex line with Serial #90067 from BOP to choke manifold. Check condition of 8" O.D. / 4" I.D. flexible line from BOP to choke manifold, replace if exterior is damaged or if line fails test. Line to be as straight as possible with no hard bends. Anchoring not required by manufacturer. If the BLM inspector questions the straightness of the hose, a BLM engineer will be contacted and will review in the field or via picture supplied by inspector to determine if changes are required (operator shall expect delays if this occurs).

WWI 072511