

P.O. Box 2267, Midland, Texas 79702 Phone: (432) 848-9133

Via email

May 19, 2020

New Mexico Oil Conservation Division Attn: Mr. Leonard Lowe 1220 South St. Francis Santa Fe, NM 87505 Via: <u>Leonard.Lowe@state.nm.us</u>

Re: Notification and Verification of a Standard Well Location for the Icy 18 Fed 726H (30-025-46710), Sec 18, T25S, R33E, Lea County, NM

Dear Mr. Lowe:

Included with this letter are the following documents demonstrating that the above referenced well has been drilled at a standard oil well location:

- C-102 Plat dated March 29, 2020, showing the proposed location of the Icy 18 Federal Com 726H;
- An "Area of Common Ownership Plat" separately showing the spacing unit for the well; and
- A Certification of Ownership demonstrating the outlined area on the plat is comprised of one federal lease, with uniform ownership.

19.15.16.15.C(7) NMAC provides that in area of common ownership (here, one federal lease) the setback requirements only apply to the outer boundary of the area of uniform ownership, not the spacing unit within the area of uniform ownership. Since the area to the west towards which this well encroaches is within the documented "area of common ownership," this well is at a standard location and approval of a non-standard location for the well is not necessary.

Please place this Notification and Verification of a Standard Well Location in the well file for Icy 18 Fed 726H (30-025-46710).

Respectfully submitted, Sarah Mitchell EOG Resources, Inc.

Sarah Mitchell Regulatory Contractor
 District I

 1625 N. French Dr., Hobbs, NM 88240

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 District II

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 District III

 1000 Rio Brazos Road, Aztec, NM 87410

 Phone: (505) 334-6178 Fax: (505) 334-6170

 District IV

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

 Phone: (505) 476-3460

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30002546710			² Pool Code 98180		W	WC-025 G-09 S253309P; UPR WOLFCAMP				
⁴ Property Code		⁵ Property Name							⁶ Well Number	
326336		ICY 18 FED							726H	
⁷ OGRID No.		⁸ Operator Name							⁹ Elevation	
7377		EOG RESOURCES, INC.							3488'	
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
C	18	25–S	33-E	-	200'	NORTH	2557'	WEST		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	Eas	st/West line	County
G	19	25–S	33-E	-	2540'	NORTH	2590'	EAS	ST	LEA
¹² Dedicated Acres	¹³ Joint or I	nfill ¹⁴ Cor	solidation Coc	le ¹⁵ Ord	er No.					
480.28										

No allowable will be assigned to this completion until all interests have been consolidered or a non-standard unit has been approved by the division.Y=414480



EXHIBIT 4



AREA OF COMMON OWNERSHIP SECTION 18 & N/2 SECTION 19 TOWNSHIP 25S , RANGE 33E LEA COUNTY, NEW MEXICO



AREA OF COMMON OWNERSHIP



SETBACK BOUNDARY



UNIT BOUNDARY

Certification of Ownership

I have reviewed the ownership of the oil and gas leasehold (BLM Lease USA NM-110838) covering Section 18 and Section 19 both in Township 25 South, Range 33 East, Lea County, New Mexico, for purposes of identifying an "area of common ownership" as set forth in NMAC 19.15.16.15.B(8) and C(7). As of this date below, the ownership in the above described leases and lands is identical ownership as defined in 19.15.12.7 B. NMAC.

EOG Resources, Inc.

Matthew Gray

Matthew Gray

April 7, 2020