



P.O. Box 2267, Midland, Texas 79702
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Certified Mail-Return Receipt

October 28, 2019

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OCT 31 2019
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New Mexico Oil Conservation Division
Attn: Mr. Leonard Lowe
1220 South St. Francis
Santa Fe, NM 87505

Re: Notification and Verification of a Standard Well Location for the Gem 36
State Com 505H (30-025-46391), Section 36, T25S, R32E, 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 September 20, 2019, showing the proposed location of the Gem 36 State Com 505H;
- An "Area of Common Ownership Plat" separately showing the spacing units for each well; and
- A Certification of Ownership demonstrating the outlined area on the plat is comprised of two state leases, with uniform ownership.

19.15.16.15.C(7) NMAC provides that in area of common ownership (here, a single 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 east towards which each of these wells encroach is within the documented "area of common ownership," these well are 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 Gem 36 State Com 505H (30-025-46391).

Respectfully submitted,

EOG Resources, Inc.


Sarah Mitchell
Regulatory Contractor

CC: Mr. Paul Kautz, NMOCD- District 1
Mr. Dylan Rossmango- BLM, Carlsbad Field Office