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

March 2, 2019

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 Peachtree 24 Federal Com 706H (30-025-44752), Section 24, T26S, 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 February 13, 2020, showing the final location of the Peachtree 24 Federal Com 706H;
- 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 three federal leases, with uniform ownership.

19.15.16.15.C(7) NMAC provides that in area of common ownership (here, three federal leases that have been communitized) 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 Peachtree 24 Federal Com 706H (30-025-44752).

Respectfully submitted,

Kun Muddex

Kay Maddox Regulatory Specialist EOG Resources, Inc.



Certification of Ownership

I have reviewed the ownership of the oil and gas leasehold (Federal Oil & Gas Lease USA NM-02965-A) covering Section 24: W2, leasehold (Federal Oil & Gas Lease USA NM-122622) covering Section 24: E2, and leasehold (Federal Oil & Gas Lease USA NM-122621) covering Section 13: All, located in Lea County, New Mexico, for purposes of identifying an "area of common ownership" as set forth in NMAC 19.15.16.15.8(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

Landman

March 2, 2020



24 FC #708H Ann

Plat

District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (375) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (305) 334-6178 Fax: (305) 334-6170 District IV 1220 S. St. Francis Dr., Sante Fé, NM 87505 Phone: (303) 476-3460 Fax: (305) 476-3462 State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Sante Fe, NM 87505 FORM C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

AMENDED REPORT

| | | | <u>NELL LO</u> | JCATIO | N AND ACR | EAGE DEDIC | ATION PLAT | Ľ | | |
|---|--------------------------|----------------------------|------------------|------------------------|--------------------------|------------------------------|---------------|----------------|------------------------|--|
| API Number | | | | ² Pool Code | | ³ Pool Name | | | | |
| 30-025-44752 | | | | 98097 | | SANDERS TANK; UPPER WOLFCAMP | | | | |
| ⁴ Property | *Property Code | | · · · | | Property Na | ame | | | Well Number | |
| 321383 | | PEACHTREE 24 FED COM | | | | | | | #706H | |
| OGRID No. | | ⁸ Operator Name | | | | | | | ⁹ Elevation | |
| 7377 | | EOG RESOURCES, INC. | | | | | | | 3356' | |
| | | | | | ¹⁰ Surface Lo | cation | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | |
| N | 24 | 26-S | 33-E | - | 268' | SOUTH | 2286' | WEST | LEA | |
| | • | | 11 | Bottom Ho | le Location If D | ifferent From Sur | face | <u> </u> | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | |
| С | 13 | 26-S | 33-E | - | 112' | NORTH | 24051 | WEST | LEA | |
| ¹³ Dedicated Acres 640.00 | ¹³ Joint or 1 | Liniii ¹⁴ C | Consolidation Co | de ¹⁵ Orde | r No. | | | | | |

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

