

BEFORE THE OIL AND GAS CONSERVATION COMMISSION  
OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF )  
EOG RESOURCES, INC. FOR AN ORDER )  
ALLOWING AN ADDITIONAL WELL IN A ) Cause No. 421  
640-ACRE DRILLING AND SPACING UNIT )  
FOR THE NIOBRARA FORMATION IN ) Docket No. \_\_\_\_\_  
SECTION 36, TOWNSHIP 12 NORTH, RANGE )  
63 WEST IN WELD COUNTY, COLORADO )

APPLICATION

EOG Resources, Inc. (“Applicant”), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the “Commission”) for an order to permit an additional well in a 640-acre drilling and spacing unit for the Niobrara Formation and in support of its Application, Applicant states and alleges as follows:

1. Applicant is a corporation duly authorized to conduct business in the State of Colorado.

2. Applicant owns leasehold interests in Weld County, Colorado, located within the area requested for infill drilling set forth below:

Township 12 North, Range 63 West, 6<sup>th</sup> P.M.  
Section 36: All

These lands are hereinafter referred to as the “Infill Application Lands.”

3. On December 29, 2010, Applicant filed an application (Cause No. 421, Docket No. 1002-SP-06) requesting that the Commission establish 640-acre drilling and spacing units for the application lands and allow Applicant to drill and complete one horizontal well in each established 640-acre drilling and spacing unit on the application lands (hereinafter referred to as the “640-acre Spacing Application”). Applicant stated that each proposed horizontal well shall be drilled in the designated drilling and spacing unit with initial penetration of the Niobrara Formation and an ultimate bottomhole location no closer than 600’ from the boundaries of the drilling and spacing unit. The Applicant further stated that the proposed horizontal wells will have no adverse effect on correlative rights of adjacent owners and that the drilling and spacing units set forth in the 640-acre Spacing Application are not smaller than the maximum area that can be economically and efficiently drained by the proposed well in each such drilling and spacing unit.

4. Applicant is currently awaiting an order from the Commission on its 640-acre Spacing Application.

5. For purposes of this Application, Applicant requests that one (1) horizontal infill well be permitted in the requested 640-acre drilling and spacing unit for the Niobrara Formation covering the Infill Application Lands for a total of two (2) permitted horizontal infill wells in the Infill Application Lands. Applicant further requests that the infill well be permitted to be drilled and completed as a horizontal well. Applicant states that the infill well shall be drilled in the designated 640-acre drilling and spacing unit with initial penetration of the Niobrara Formation and the ultimate bottomhole location no closer than 600’ from the boundaries of the drilling and spacing unit.

6. The surface location of the infill well shall be located on a common pad with the other permitted well such that a total of one surface well pad shall be authorized in the Infill Application Lands.

7. Applicant asserts that one well will not efficiently and economically drain the applicable 640-acre drilling and spacing unit on the Infill Application Lands and that one infill well on the Infill Application Lands is necessary to prevent waste, protect correlative rights and to

assure the greatest recovery of gas and associated hydrocarbons from the Niobrara formation all in accordance with the Colorado statutes and the Commission rules.

8. Applicant asserts the infill well can be developed in a manner consistent with protection of public health, safety and welfare.

9. That the names and addresses of the interested parties according to the information and belief of the Applicant are set forth in Exhibit A attached hereto and made a part hereof, and the undersigned certifies that copies of this Application shall be served on each interested party within the next seven days as required by Rule 503.e.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, that notice be given as required by law and that upon such hearing this Commission enter its order:

A. Establishing that one (1) horizontal infill well (for a total of two authorized Niobrara wells) may be completed in the applicable 640-acre drilling and spacing unit for gas and associated hydrocarbons from the Niobrara Formation underlying the Application Lands.

B. Establishing that the infill well shall be drilled in a designated 640-acre drilling and spacing unit with initial penetration of the Niobrara Formation and the ultimate bottomhole location no closer than 600' from the outer boundaries of the drilling and spacing unit with no interwell setback required.

C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

Dated this 3<sup>rd</sup> day of February, 2010.

Respectfully submitted,

EOG RESOURCES, INC.

By: \_\_\_\_\_  
Michael J. Wozniak  
Jamie L. Jost  
Beatty & Wozniak, P.C.  
Attorneys for Applicant  
216 16<sup>th</sup> Street, Suite 1100  
Denver, Colorado 80202  
(303) 407-4499

Applicant's Address:  
600 17th Street, Suite 1100  
Denver, CO 80202

## VERIFICATION

STATE OF COLORADO )  
 ) ss.  
CITY & COUNTY OF DENVER )

Jason McLaren, Landman with EOG Resources, Inc., upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information and belief.

EOG RESOURCES, INC.

---

Jason McLaren, Landman

Subscribed and sworn to before me this \_\_\_\_ day of February, 2010, by Jason McLaren,  
Landman for EOG Resources, Inc.

Witness my hand and official seal.

My commission expires:\_\_\_\_\_

Notary Public

EXHIBIT A

INTERESTED PARTIES

The names and addresses of the interested parties according to the information and belief of the Applicant are set forth in this Exhibit A.

Colorado Division of Wildlife  
6060 Broadway  
Denver, CO 80216

Colorado Department of  
Public Health & Environment  
4300 Cherry Creek Drive South  
Denver, CO 80246-1530

Bruce T. Barker  
Weld County  
P.O. Box 758  
Greeley, CO 80632

EOG Resources, Inc.  
600 17th Street, Suite 1100  
Denver, CO 80202

BEFORE THE OIL AND GAS CONSERVATION COMMISSION  
OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF )  
EOG RESOURCES, INC. FOR AN ORDER )  
ALLOWING AN ADDITIONAL WELL IN A ) Cause No. 421  
640-ACRE DRILLING AND SPACING UNIT )  
FOR THE NIOBRARA FORMATION IN ) Docket No. \_\_\_\_\_  
SECTION 36, TOWNSHIP 12 NORTH, RANGE )  
63 WEST IN WELD COUNTY, COLORADO )

AFFIDAVIT OF MAILING

STATE OF COLORADO )  
 )ss.  
CITY AND COUNTY OF DENVER )

Jamie L. Jost, of lawful age, and being first duly sworn upon her oath, states and declares:

That she is the attorney for EOG Resources, Inc., that on or before February 10, 2010, she caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit B to the Application.

\_\_\_\_\_  
Jamie L. Jost

Subscribed and sworn to before me February \_\_\_\_, 2010.

Witness my hand and official seal.

My commission expires: \_\_\_\_\_.

\_\_\_\_\_  
Notary Public