

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)	
ESTABLISHING DRILLING AND SPACING)	
UNITS AND ESTABLISHING WELL)	
LOCATION RULES FOR THE NIOBRARA)	Cause No.
FORMATION FOR SECTION 20, TOWNSHIP 4)	Docket No. _____
NORTH, RANGE 62 WEST AND SECTION 26,)	
TOWNSHIP 11 NORTH, RANGE 64 WEST)	
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 establishing two (2) approximate 640-acre drilling and spacing units and establishing existing well location rules applicable to the drilling and producing of wells from the Niobrara Formation covering certain described lands in Weld County, Colorado 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 the following lands (hereafter the "Application Lands"):

Township 4 North, Range 62 West
Section 20: ALL

Township 11 North, Range 64 West
Section 26: ALL

3. Pursuant to Commission Rule 318.a., a well to be drilled in excess of two thousand five hundred (2,500) feet in depth shall be located not less than six hundred (600) feet from any lease line, and shall be located not less than one thousand two hundred (1,200) feet from any other producible or drilling oil or gas well when drilling to the same source of supply, unless authorized by order of the Commission upon hearing. There are no other specific Commission Orders applicable to the Niobrara Formation underlying the Application Lands.

4. The Niobrara Formation in this area is defined as the stratigraphic equivalent of the interval between 7600' and 7874' as found in the Trans Texas Energy, UPRR – Wiggin 1-15 Well, located in the SE¹/₄SE¹/₄ of Section 15, Township 11 North, Range 64 West and between 6157' and 6432' as found in the Beaver Mesa Exploration, ORR 14-20 Well, located in the

SW¹/₄SW¹/₄ of Section 20, Township 4 North, Range 62 West. The Niobrara Formation is a common source of supply underlying the Application Lands.

5. To promote efficient drainage within the Niobrara Formation of the Application Lands, to protect correlative rights and to avoid waste, the Commission should establish drilling and spacing units of the approximately 640 acres.

6. That Applicant has drilled, tested and completed wells in the Niobrara Formation upon the lands nearby to Application Lands.

7. That the above-proposed drilling and spacing units will allow efficient drainage of the Niobrara Formation; will prevent waste; will not adversely affect correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbon substances from the reservoirs. Drilling and spacing units of the size and shape specified above 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.

8. That the Applicant is requesting to drill and complete one (1) horizontal well in each of the established 640-acre drilling and spacing units comprised of the Application Lands. The Applicant states that each proposed horizontal well shall be drilled in the designated drilling and spacing unit with treated interval of the well and an ultimate bottomhole location no closer than 600' from the boundaries of the drilling and spacing unit. The Applicant further maintains that the proposed horizontal wells will have no adverse effect on correlative rights of adjacent owners.

9. That the Applicant further states that the requested wells can be developed in a manner consistent with protection of the environment, public health, safety and welfare.

10. 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 consistent with Applicant's proposals as set forth above.

Dated this ____ day of July, 2011.

Respectfully submitted,

EOG RESOURCES, INC.

By: _____

Jamie L. Jost
Michael J. Wozniak
Beatty & Wozniak, P.C.
Attorneys for Applicant
216 16th Street, Suite 1100
Denver, Colorado 80202
(303) 407-4499

Applicant's Address:

600 17th Street, Suite 1100N
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 July, 2011 by Jason McLaren,
Landman for EOG Resources, Inc.

Witness my hand and official seal.

My commission expires:_____

Notary Public

EXHIBIT A

INTERESTED PARTIES

Lucius Thalley and Eloise May Jones Thalley,
JT holding a life estate to the last survivor thereof
12992 Elgin Place
Denver, CO 80236

Greeley Area Foundation, Inc.
A Colorado Non-profit Corporation
C/O Norwest Bank Colorado, NA
1025 Ninth Avenue
Greeley, CO 80631

Colorado Board of Agriculture
(Now apparently part of Colorado Department of Agriculture)
700 Kipling St., Suite 4000
Lakewood, Co 80215

James L.C. Painter
Address unknown

BLM
2850 Youngfield Street
Lakewood, Colorado 80215-7093

EOG Resources, Inc. (Applicant)
600 17th Street, Suite 1000N
Denver, CO 80202

Celia Greenman
Colorado Division of Wildlife
6060 Broadway
Denver, CO 80216

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

David Bauer
Weld County Government
1111 H Street
Greeley, CO 80632

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)
ESTABLISHING DRILLING AND SPACING)
UNITS AND ESTABLISHING WELL)
LOCATION RULES FOR THE NIOBRARA) Cause No.
FORMATION FOR SECTION 20, TOWNSHIP 4) Docket No. _____
NORTH, RANGE 62 WEST AND SECTION 22,)
TOWNSHIP 11 NORTH, RANGE 64 WEST)
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. and that on or before July __, 2011, 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 A to the Application.

Jamie L. Jost

Subscribed and sworn to before me July __, 2011.

Witness my hand and official seal.

My commission expires: _____.

Notary Public