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 ONE (1) ADDITIONAL WELL TWO (2) 640-ACRE DRILLING AND SPACING UNITS FOR THE NIOBRARA FORMATION IN SECTIONS 22 AND 23 TOWNSHIP 5 NORTH, RANGE 62 WEST IN WELD COUNTY, COLORADO

Cause No. 535

Docket No.

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 one (1) additional well in two established 640-acre drilling and spacing units 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 100% of the leasehold interests in Weld County, Colorado, located within the area requested for infill drilling set forth below:

Township 5 North, Range 62 West, 6th P.M. Section 22: ALL Section 23: ALL

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

3. Order No. 535-4 established 640-acre drilling and spacing units for the Infill Application lands and allows for the drilling and completion of one (1) horizontal well in each established 640-acre drilling and spacing unit. Order No. 421-1 further allows each proposed horizontal well to be drilled in the designated drilling and spacing unit with initial perforation of the Niobrara Formation and an ultimate bottomhole location no closer than 600' from the boundaries of the drilling and spacing unit without exception being granted by the Director of the Commission.

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

5. Applicant asserts that one (1) well will not efficiently and economically drain the applicable 640-acre drilling and spacing unit on the Infill Application Lands and that one (1) additional infill well in each section of 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.

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

7. That the names and addresses of the interested parties according to the information and belief of the Applicant are set forth in <u>Exhibit A</u> 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) additional horizontal infill well (for a total of two (2) authorized Niobrara wells in each section of the Infill Application Lands) 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 wells shall be drilled in a designated 640-acre drilling and spacing unit with initial perforation 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 ____ day of July, 2011.

Respectfully submitted,

EOG RESOURCES, INC.

By:_____

Jamie L. Jost Elizabeth Y. Gallaway 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 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 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

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 ONE (1) ADDITIONAL WELL TWO (2) 640-ACRE DRILLING AND SPACING UNITS FOR THE NIOBRARA FORMATION IN SECTIONS 22 AND 23 TOWNSHIP 5 NORTH, RANGE 62 WEST IN WELD COUNTY, COLORADO

Cause No. 535

Docket No.

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 the ____ day of _____, 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 B 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