BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING MAY 2, 2019

CASE No. 20425

SAM COOLEY NO. 1 WELL

SAN JUAN COUNTY, NEW MEXICO



STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF HILCORP ENERGY COMPANY FOR AUTHORITY TO DOWNHOLE COMMINGLE EXISTING PRODUCTION FROM THE BASIN DAKOTA POOL WITH THE BLANCO-MESAVERDE IN THE SAM COOLEY NO. 1 WELL (API NO. 30-045-09671), LOCATED IN UNIT I., SECTION 9, TOWNSHIP 30 NORTH, RANGE 11 WEST, NMPM, SAN JUSN COUNTY, NEW MEXICO.

CASE NOS. 20425

AFFIDAVIT

STATE OF NEW MEXICO)
) ss
COUNTY OF SANTA FE)

Adam G. Rankin, attorney in fact and authorized representative of Hilcorp Energy Company, the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Applications have been provided under the notice letters and proof of receipts attached hereto.

Adam G. Rankin

SUBSCRIBED AND SWORN to before me this 1st day of May 2019 by Adam G. Rankin.

My Commission Expires:

(0).....

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. A
Submitted by: Hilcorp Energy Company

Hearing Date: May 2, 2019 Case # 20426



Adam G. Rankin Associate Phone (505) 988-4421 Fax (505) 983-6043 agrankin@hollandhart.com

April 12, 2019

VIA CERTIFIED MAIL CERTIFIED RECEIPT REQUESTED

TO: AFFECTED PARTIES

Re: Application of Hilcorp Energy Company for Authority to Downhole Commingle Existing Production from the Basin Dakota Pool with the Blanco-Mesaverde Pool in the Sam Cooley No. 1 Well (API No. 30-045-09671) Located in Unit L, Section 9, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico.

Ladies & Gentlemen:

This letter is to advise you that Hilcorp Energy Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on May 2, 2019 and the status of the hearing can be monitored through the Division's website at http://www.emnrd.state.nm.us/ocd/. Division hearings will commence at 8:15 a.m. in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

Sincerely,

If you have any questions about this matter please contact Rob Carlson at (832) 839-4596.

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico
Exhibit No. A-1
Submitted by: Hilcorp Energy Company
Hearing Date: May 2, 2019

Case # 20426

Adam G. Rankin

ATTORNEYS FOR HILCORP ENERGY COMPANY

12244292_1



5.59

Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, must match the labeled packages being presented to the USPS® employee with this form.

HEC Cooley 20425

Shipment Date:	04/12/2019
Shipped From:	
Name:	HOLLAND & HART LLP
Address:	110 N GUADALUPE ST # 1
City:	SANTA FE
State:	NM ZIP+4® 87501

Type of Mail	Volume
Priority Mail Express®*	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	1
Total	1

^{*}Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

- Home screen > Mailing/Shipping > More
 Select Shipment Confirm
- Scan or enter the barcode/label number from PS Form 5630
 Confirm the volume count message by selecting Yes or No
 Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail. Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE

9275 0901 1935 6200 0013 8251 25

POSTAL SERVICE®					ш	Firm Mailing Book For Accountable Mail	iling	300k	For A	1000	intab	le M	=
Name and Address of Sender Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501	Check type of mail or service Adult Signature Required Adult Signature Restricted Delivery Registered Mail Certified Mail Certified Mail Restricted Delivery Collect on Delivery (COD) Signature Confirmation Insured Mail Restricted Delivery Restricted Delivery Advanced Mail Restricted Delivery	Affix Sta (if issued certificate additional Postmark	Min of the state o	utional rfor is receipt). of Receipt.									1
OSTS Hacking/Alticle Number	Addressee (Name, Street, City, State, & ZIP Code TM)	Postage (Extra Service) Fee	a Handling e) Charge	Actual Value if Registered	Insured	Due Sender if COD	ASR A	ASRD F	RO Fee	RR SC Fee Fee	SCRD Fee	D SH Fee	
l. 9214 8901 9403 8381 3597 37	Diana C Mesh Trust 308 Canadian St Azlec NM 87410	0.49 3.50							1.60	00	-		
			lsv ni 000								Very		T
			ver \$50,				beri	Teviled		noi			
			p bas be				ne Redu	petointee		iqiəsə?			
			netsige A				rsignat	A eruter	bestricted	a muteA Peture C	+	H Isioeq	
			ii - agia				lubA.	igis flub/	84	hiz	pD enuts		1
			aling Ch					,			hbi2	6	
			neH										
Total Number of Pieces Total Number of Pieces Listed by Sender Received at Post Office	Postmaster, Per (Name of receiving employee)									-	-		7
3 Form 3877 , April 2015 (Page 1 of 1)	Complete in Ink	Privacy Notice: For more information on USPS privacy policies, visit usps.com/privacypolicy.	or more	nformation	on USP	S privac	y polic	ies, vis	sit usp	S.con	/priva	cypoli	ic y

HEC / Cooley Case No. 20425

Barcode

Recipient

9.21489E+21 Diana C Mesh Trust 308 Canadian St Aztec NM 87410

Status

Delivered Signature Received



AFFIDAVIT OF PUBLICATION

Ad No. 0001283246

HOLLAND AND HART PO BOX 2208

SANTA FE NM 87504

I, being duly sworn say: THE DAILY TIMES, a daily newspaper of general circulation published in English at Farmington, said county and state, and that the hereto attached Legal Notice was published in a regular and entire issue of the said DAILY TIMES, a daily newsaper duly

qualified for the purpose within the State of New Mexico for publication and appeared in the internet at The Daily Times web site on the following days(s):

04/16/19

Legal Clerk

Subscribed and sworn before me this 16th of April 2019.

State of WI, County of Brown

My Commission Expires

Ad#:0001283246 P O : Sam Cooley No. 1 # of Affidavits :0.00



STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION SANTA FE, NEW MEXICO

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on May 2, 2019, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by April 22, 2019. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

STATE OF NEW MEXICO TO: All named parties and persons having any right, title, interest or claim in the following case and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

To: All working interest owners in the subject spacing unit and offsetting operators or leased mineral interest owners, including: Diana C. Mesch Trust.

CASE 20425: Application of Hilcorp Energy Company for Authority to Downhole Commingle Existing Production from the Basin Dakota Pool with the Blanco-Mesaverde Pool in the Sam Cooley No. 1 Well (API No. 30-045-09671) Located in Unit L, Section 9, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico. Applicant in the above-styled cause seeks an order authorizing it to downhole commingle existing production from the Basin Dakota Pool (71599) with production from the Blanco-Mesaverde Pool (72319) in the Sam Cooley No. 1 Well (API No. 30-045-09671), located in Unit L, Section 9, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico. The subject well is located approximately 1/2-mile west of Aztec, N.M.

Legal No. 1283246 published in The Daily Times on April 16, 2019.

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Exhibit No. A-2

Submitted by: Hilcorp Energy Company

Hearing Date: May 2, 2019

Case # 20426