

Affidavit of Publication

State of New Mexico,
County of Eddy, ss.

Danny Fletcher, being first duly sworn, on oath says:

That he is the Publisher of the Carlsbad Current-Argus, a newspaper published daily at the City of Carlsbad, in said county of Eddy, state of New Mexico and of general paid circulation in said county; that the same is a duly qualified newspaper under the laws of the State wherein legal notices and advertisements may be published; that the printed notice attached hereto was published in the regular and entire edition of said newspaper and not in supplement thereof on the date as follows, to wit:

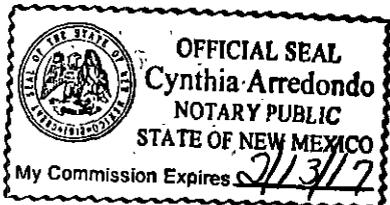
July 31 2016

That the cost of publication is **\$267.55** and that payment thereof has been made and will be assessed as court costs.

Subscribed and sworn to before me this 4 day of August, 2016

My commission Expires 2/13/17

Notary Public



July 31, 2016
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 August 18, 2016, 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 August 8, 2016. 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 cases and notice to the public.

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

To: Crown Oil Partners V, LP, Crump Energy Partners II, LLC, Nadel and Gussman Permian, LLC, CL&F Resources LP, LOGO Energy, LLC, ROGO LOGO, LLC, Ozark Exploration, Inc., J.Cleo Thompson & James Cleo Thompson, Jr., LP, Black Stone Natural Resources, III-B, LP, Black Stone Energy Company, LLC, Eastland Resources, Inc., Richard Gillham, his heirs and

devises, Cactus Energy, Inc., Thomas Smith, his heirs, and devisees, Magnum Hunter Production, Inc., Vanguard Permian, LLC, Newfield Exploration Mid-Continent, Inc., Troporo Oil and Gas Company, Ruth S. Bell, her heirs and devisees, C. Kirk Greene, his heirs and devisees, George D. Gould, his heirs and devisees, Landmark Gas Corporation, Karen V. and William H. Martin Energy, Ltd., Searls-Coffler, Ltd., Searls Properties, LLC, Judson Operations, Ltd., Permian Holdings, Inc., Merit Management Partners I, L.P., Merit Management Partners II, L.P., Merit Management Partners III, L.P., Merit Energy Partners E-III, L.P., Merit Energy Partners F-III, L.P., Chevron U.S.A., Inc., Exxon Mobil, XTO Energy Inc., Nearburg Exploration Company, LLC, Timothy R. MacDonald, his heirs and devisees, Mewbourne Oil Company, Newfield Exploration Mid-Continent Inc., George Soros, his heirs and devisees, Roq Niederhoffer, his heirs and devisees, Susan Cole Niederhoffer, her heirs and devisees, Gretchen B. Nearburg, her heirs and devisees, Manpart Associates, Holsum, Inc., AAR Limited Partnership, Gene Reischman, his heirs and devisees, Marc Reischman and Michael Reischman, their heirs and devisees, Personal Representatives of the Estate of Gene Reischman, LJR Resources Ltd. Co., R-N Limited Partnership, Duane A. Davis, his heirs and devisees, Timothy R. MacDonald, his heirs and devisees, Dean A. Horning, his heirs and devisees, Maverick Oil & Gas Corp., Wright Family Living Trust, JKS Resources, LLC, JB III Partners L.P., Lucie Investments, L.P., LDH Holdings, LLC, and LIS Resources, LLC.

Case No. 15529: Application of BC Operating, Inc. for a non-standard spacing and proration unit, unorthodox well location, and compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (1) creating a non-standard, 480-acre, more or less, spacing and proration unit, comprised of the W/2 of Section 27 and the NW/4 of Section 34, Township 23 South, Range 26 East,

Eddy County, New Mexico; (2) approving an unorthodox well location; and (3) pooling all uncommitted interests in the Wolfcamp formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Red Light 27-34 State Com No. 2H Well, which will be drilled horizontally from the NW/4 NW/4 (Unit D) of Section 27 to a non-standard bottomhole location in the SW/4 NW/4 (Unit E) of Section 34. The completed interval is unorthodox because it will be closer than 660 feet to the outer boundary. The completed interval for this well will commence 330 feet from the North line and 990 feet from the West line (Unit D) of Section 27 to a location 2,310 feet from the North line, 990 feet from the West line (Unit E) of Section 34. The completed interval therefore encroaches on the spacing and proration units to the North and South. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision, designation of BC Operating, Inc., as operator of the well, and a 200% charge for risk involved in drilling said well. Said area is located approximately 10 miles southwest of Carlsbad, New Mexico.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 11
Submitted by:
BC OPERATING, INC.
Hearing Date: September 15, 2016

Affidavit of Publication

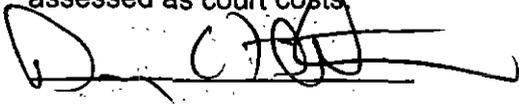
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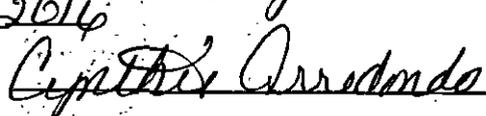
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August 31 2016

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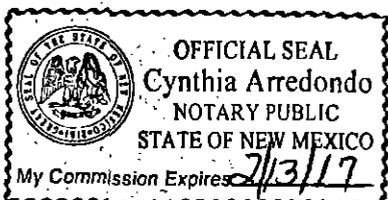


Subscribed and sworn to before me this 31 day of August, 2016



My commission Expires 2/13/17

Notary Public



August 31, 2016

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

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STATE OF
NEW MEXICO TO:

All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

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

To: Dorothy Cecile Scott, Trustee of the Wallace H. Scott, Unified Credit Trust, Eilan R. Matson, her heirs and devisees, Rowan Family Minerals, LLC, Dorothy E. Berry, her heirs and devisees, Estate of Sam H. Berry, KWCL Properties, Marks & Crane Rigging Company, BK Exploration, Carlsbad Association for Retarded Children, Inc., Glenna Sue Sloan, her heirs and devisees, Donna Lynn Moore, her heirs and devisees, Morgan Moore, her heirs and devisees, Kevin Moore, his heirs and devisees, and Arthena Jones, her heirs and devisees.

Case No. 15529: Application of BC Operating, Inc. for a non-standard spacing and proration unit, unorthodox well location, and compulsory pooling, Eddy County, New Mexico. Applicant in the above-styled cause seeks an order (1) creating a non-standard, 480-acre, more or less, spacing and proration unit comprised of the W/2 of Section 27 and the NW/4 of Section 34, Township 23 South, Range 26 East, Eddy County, New Mexico; (2) approving an unorthodox well location; and (3) pooling all uncommitted interests in the Wolfcamp formation underlying this acreage. Said non-standard unit is to be dedicated to applicant's proposed Red Light 27-34 State Com No. 2H Well, which will be drilled horizontally from the NW/4 NW/4 (Unit D) of Section 27 to a non-standard bottomhole location in the SW/4 NW/4 (Unit E) of Section 34. The completed interval is unorthodox because it will be closer than 660 feet to the outer boundary. The completed interval for this well will commence 330 feet from the North line and 990 feet from the West line (Unit D) of Section 27 to a location 2,310 feet from the North line, 990 feet from the West line (Unit E) of Section 34. The completed interval therefore encroaches on the spacing and proration units to the North and South. Also to be considered will be the cost of drilling and completing said well and the allocation of

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