

State of New Mexico  
Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham  
Governor

Erin Taylor  
Acting Cabinet Secretary

Ben Shelton  
Deputy Secretary

Albert C.S. Chang  
Division Director  
Oil Conservation Division



Gatewood Brown  
[gabrown@hilcorp.com](mailto:gabrown@hilcorp.com)

**ADMINISTRATIVE NON-STANDARD LOCATION**

**Administrative Order NSL - 9240**

**Hilcorp Energy Company [OGRID 372171]  
San Juan 29 6 Unit Well No. 75F  
API No. 30-039-29749**

Reference is made to your application received on January 26<sup>th</sup>, 2026.

**Proposed Location; Vertical Well**

<u>Footages</u>	<u>Unit/Lot</u>	<u>Sec.</u>	<u>Twsp</u>	<u>Range</u>	<u>County</u>
405 FNL & 195 FEL	A	23	29N	06W	Rio Arriba

**Proposed Unit**

<u>Description</u>	<u>Acres</u>	<u>Pool</u>	<u>Pool Code</u>
NE/4 Section 23	160	South Blanco; Pictured Cliffs	72439

This directional well was completed into an unorthodox location described above in the referenced pool or formation. Special pool rule R-8170 governs this well to provide for 320-acre spacing units with setbacks no closer than 660 feet, nor closer than 10 feet to any interior quarter – quarter section line.

Administrative Order NSL – 9240  
Hilcorp Energy Company  
Page 2 of 2

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The request to deviate from an orthodox location has met all requirements of 19.15.16.15 (C)(6) NMAC. It is understood that you are seeking this exception in order to create a non-standard location, comprised of the perforated zone referenced above within the proposed spacing unit.

This well's completed interval is as close as 405 feet to the northern edge, 450 feet to the northeastern edge and 195 feet to the eastern edge of the spacing unit. Encroachment will impact the following tracts.

Section 14, encroachment to the SE/4  
Section 13, encroachment to the SW/4  
Section 24, encroachment to the NW/4

The Division understands you have given notice of this application to all operators or owners who are "affected persons," as defined in 19.15.2.7(A)(8) NMAC, in all adjoining units towards which the proposed location encroaches.

Division understands you are requesting this unorthodox location to maximize recovery of oil and gas reserves and minimize surface disturbance. This will prevent waste within the South Blanco Pictured Cliffs formation underlying the NE/4 of Section 23.

Your application has been filed under 19.15.16.15(C)(6) NMAC, 19.15.15.13 NMAC and 19.15.4.12 (A)(2) NMAC.

Per 19.15.15.13 (B) NMAC, **Division approves this unorthodox location.**

Reference this NSL order number on the As Drilled C-102 submitted with the Authorization to Transport, to place this well into production.

The above approvals are subject to your following all other applicable Division rules.

Jurisdiction of this case is retained for the entry of further orders as Division deems necessary.



Gerasimos Razatos for Albert Chang

**Albert C.S. Chang**  
Division Director  
AC/lrl

**Date:** 2/24/2026

NSL - 9240

Revised March 23, 2017

ID NO. 542414

RECEIVED: 01/26/26	REVIEWER:	TYPE:	APP NO:
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ABOVE THIS TABLE FOR OCD DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
 - Geological & Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Applicant: \_\_\_\_\_ OGRID Number: \_\_\_\_\_  
 Well Name: \_\_\_\_\_ API: \_\_\_\_\_  
 Pool: \_\_\_\_\_ Pool Code: \_\_\_\_\_

**SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED BELOW**

- 1) **TYPE OF APPLICATION:** Check those which apply for [A]  
 A. Location - Spacing Unit - Simultaneous Dedication  
 NSL       NSP (PROJECT AREA)       NSP (PRORATION UNIT)       SD
- B. Check one only for [ I ] or [ II ]  
 [ I ] Commingling - Storage - Measurement  
 DHC    CTB    PLC    PC    OLS    OLM  
 [ II ] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX    PMX    SWD    IPI    EOR    PPR

- 2) **NOTIFICATION REQUIRED TO:** Check those which apply.  
 A.  Offset operators or lease holders  
 B.  Royalty, overriding royalty owners, revenue owners  
 C.  Application requires published notice  
 D.  Notification and/or concurrent approval by SLO  
 E.  Notification and/or concurrent approval by BLM  
 F.  Surface owner  
 G.  For all of the above, proof of notification or publication is attached, and/or,  
 H.  No notice required

<u>FOR OCD ONLY</u>	
<input type="checkbox"/>	Notice Complete
<input type="checkbox"/>	Application Content Complete

3) **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

\_\_\_\_\_  
Print or Type Name

*Gawn*  
\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Phone Number

\_\_\_\_\_  
e-mail Address



December 10, 2025

NEW MEXICO OIL CONSERVATION DIVISION  
1220 SOUTH ST. FRANCIS DRIVE  
SANTA FE, NEW MEXICO 87505  
ATTN: MR. LEONARD LOWE

Re: Unorthodox Well Location Application – San Juan Basin, Rio Arriba County, New Mexico

Dear Mr. Lowe:

Pursuant to Division Rule 19.15.15.13, Hilcorp Energy Company hereby requests administrative approval for an unorthodox well location with the following details:

**Well Details & Relevant Proration Units:**

**Well** – San Juan 29-6 Unit #075F (API: 30-039-29749)

**Type** – Vertical Gas Well to be Recompleted

**SHL** – Unit A, 405' FNL & 195' FEL

**BHL** – Unit A, 405' FNL & 195' FEL

**Subject Proration Unit** – Standard NE/160 acres in Section 23, T29N, R06W

**Affected Proration Unit 1** – Standard SE/160 acres in Section 14, T29N, R06W

**Affected Proration Unit 2** – Standard SW/160 acres in Section 13, T29N, R06W

**Affected Proration Unit 3** – Standard NW/160 acres in Section 24, T29N, R06W

**South Blanco Pictured Cliffs Gas Pool (Code 72439) – Special Rules and Regulations:** (Order R-8170 & R-10533)

**Rule 7** – “wells drilled or recompleted on every standard or non-standard unit in the South Blanco Pictured Cliffs Gas Pool...shall be located no closer than **660** feet to any outer boundary of a proration unit”. The proposed BHL is **195** feet from the outer boundary of the eastern proration unit and **405** feet from the outer boundary of the northern proration unit

To Support this request, the following information is hereby submitted for your review:

1. Administrative Application Checklist
2. C-102
3. Unorthodox Location Plat pursuant to Paragraph (2) of Subsection A of 19.15.4.12 NMAC
4. Affected offset parties list noticed pursuant to Paragraph (8) of Subsection A of 19.15.2.7 NMAC

This unorthodox location is necessary to maximize recovery of oil and gas reserves and minimize surface disturbance. For questions, please contact me at the email/number below.

Sincerely,

HILCORP SAN JUAN, L.P.  
By: HILCORP ENERGY COMPANY,  
Its General Partner

A handwritten signature in blue ink that reads 'Gabrown'.

Gatewood D. Brown  
Senior Landman – New Mexico  
Phone No. 713-289-2767  
Email: gabrown@hilcorp.com

Santa Fe Main Office Phone: (505) 476-3441 Fax: (55) 476-3462 General Information Phone: (505) 629-6116  Online Phone Directory Visit: <a href="https://www.emnrd.nm.gov/ocd/contact-us/">https://www.emnrd.nm.gov/ocd/contact-us/</a>	State of New Mexico Energy, Minerals & Natural Resources Department <b>OIL CONSERVATION DIVISION</b>	<b>C-102</b>  Revised July 9, 2024 Submit Electronically via OCD Permitting
		Submittal Type: <input type="checkbox"/> Initial Submittal <input type="checkbox"/> Amended Report <input type="checkbox"/> As Drilled

**WELL LOCATION INFORMATION**

API Number 30-039-29749	Pool Code 72439	Pool Name SOUTH BLANCO PICTURED CLIFFS
Property Code 318838	Property Name SAN JUAN 29-6 UNIT	Well Number 75F
OGRID No. 372171	Operator Name Hilcorp Energy Company	Ground Level Elevation 6717'
Surface Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal		Mineral Owner: <input type="checkbox"/> State <input type="checkbox"/> Fee <input type="checkbox"/> Tribal <input checked="" type="checkbox"/> Federal

**Surface Location**

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	23	29N	06W		405' FNL	195' FEL	36.7173004,	-107.4239807	RIO ARRIBA

**Bottom Hole Location**

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County
A	23	29N	06W		405' FNL	195' FEL	36.7173004,	-107.4239807	RIO ARRIBA

Dedicated Acres 160.00	Infill or Defining Well Defining	Defining Well API	Overlapping Spacing Unit (Y/N) No	Consolidation Code U
Order Numbers. N/A			Well setbacks are under Common Ownership: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	

**Kick Off Point (KOP)**

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County

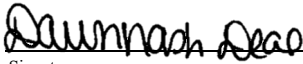
**First Take Point (FTP)**

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County

**Last Take Point (LTP)**

UL	Section	Township	Range	Lot	Ft. from N/S	Ft. from E/W	Latitude	Longitude	County

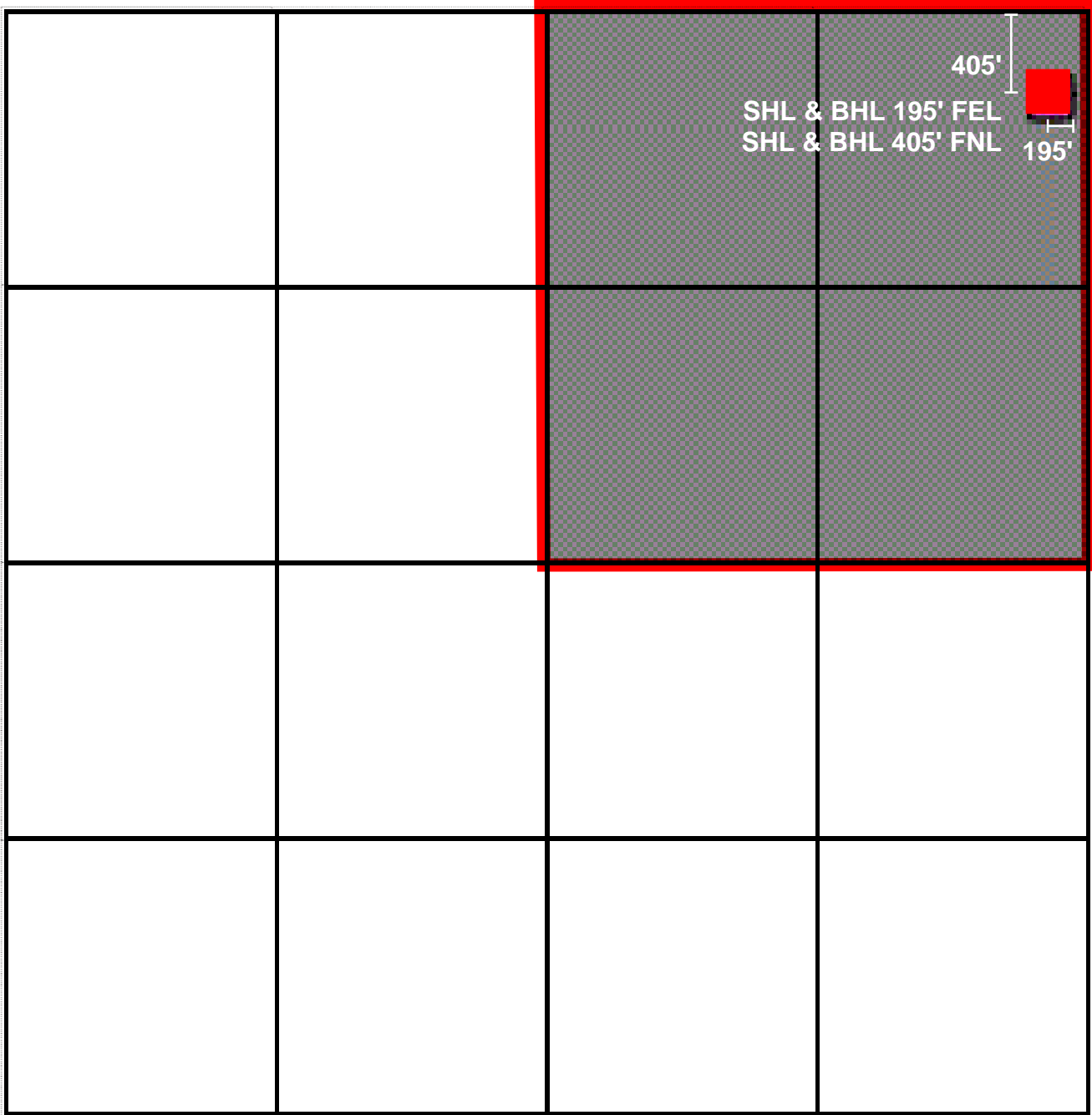
Unitized Area or Area of Uniform Interest	Spacing Unit Type <input type="checkbox"/> Horizontal <input checked="" type="checkbox"/> Vertical	Ground Floor Elevation: 6717'
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<p><b>OPERATOR CERTIFICATIONS</b></p> <p><i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and, if the well is a vertical or directional well, that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of a working interest or unleased mineral interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p><i>If this well is a horizontal well, I further certify that this organization has received the consent of at least one lessee or owner of a working interest or unleased mineral interest in each tract (in the target pool or formation) in which any part of the well's completed interval will be located or obtained a compulsory pooling order from the division.</i></p> <p> 11/3/2025                  _____                  Signature Date</p> <p>Dawn Nash-Deal                  _____                  Printed Name</p> <p>Dnash@hilcorp.com                  _____                  Email Address</p>	<p><b>SURVEYOR CERTIFICATIONS</b></p> <p><i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i></p> <p>Jason C. Edwards                  _____                  Signature and Seal of Professional Surveyor</p> <p>15269                      5/16/05                  _____                  Certificate Number                      Date of Survey</p>
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Note: No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

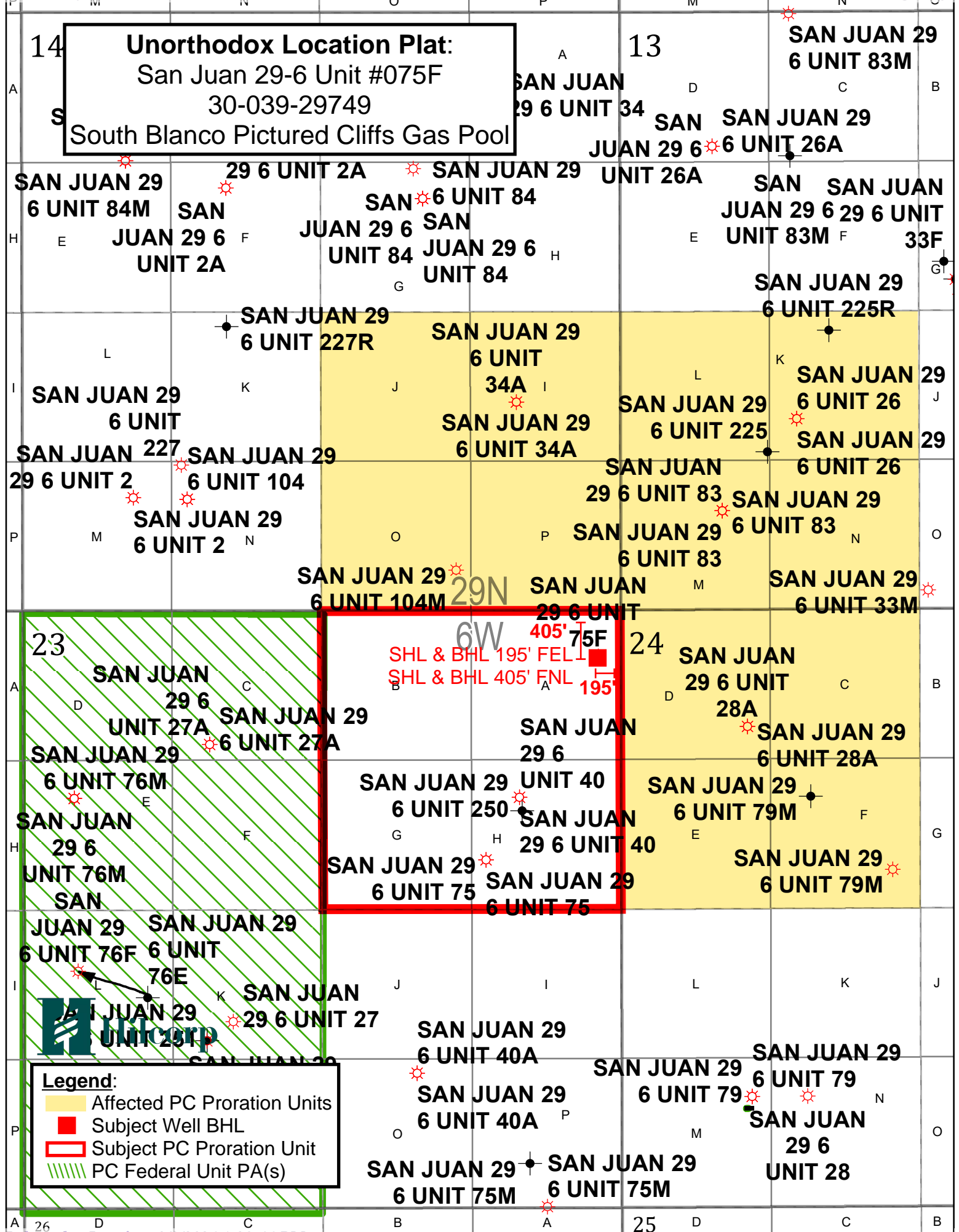
### C-102 Plat:

San Juan 29-6 Unit #075F  
30-039-29749  
South Blanco Pictured Cliffs Gas Pool



**Legend:**

- Subject Well BHL
- Subject PC Proration Unit



USPS Tracking Number	WI Party Noticed	Date Sent
92148969009997901852279542	LOGOS RESOURCES II LLC, , FARMINGTON, NM, 87401 Code: FC-PC - SJ 29-6 Unit 75F NSL	12/11/2025
USPS Tracking Number	Party Notified	Date Sent
92148969009997901852360509	Bureau of Land Management, , Farmington, NM, 87402 Code: FC-PC - SJ 29-6 Unit 75F NSL	12/11/2025

Sante Fe Main Office  
Phone: (505) 476-3441

General Information  
Phone: (505) 629-6116

Online Phone Directory  
<https://www.emnrd.nm.gov/ocd/contact-us>

**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

CONDITIONS

Action 542414

**CONDITIONS**

Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID: 372171
	Action Number: 542414
	Action Type: [UF-NSL] Non-Standard Location (NSL)

**CONDITIONS**

Created By	Condition	Condition Date
llowe	None	2/10/2026