

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

ADMINISTRATIVE NON-STANDARD LOCATION

Administrative Order NSL - 9276

**Hilcorp Energy Company [OGRID 372171]
San Juan 29 06 Unit Well No. 75F
API No. 30-039-29749**

Reference is made to your application received on February 11th, 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>
E/2 Section 23	320	Basin Fruitland Coal	71629

This vertical well was completed into an unorthodox location described above in the referenced pool or formation. Special pool rule R-8768 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 – 9276
Hilcorp Energy Company
Page 2 of 2

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 195 feet to the eastern edge, 449 feet to the northeastern edge and 405 feet to the northern edge of the horizontal 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 Basin Fruitland Coal formation underlying the E/2 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.



Albert C.S. Chang
Division Director
AC/lrl

Date: 3-6-2026

Revised March 23, 2017

ID NO. 552653

NSL - 9276

RECEIVED: 02/11/26	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: Hilcorp Energy Company **OGRID Number:** 372171
Well Name: San Juan 29-6 Unit #075F **API:** 30-039-29749
Pool: Basin Fruitland Coal **Pool Code:** 71629

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.

Gatewood Brown

Print or Type Name

Gabrown

Signature

12/1/2025
Date

713.289.2767
Phone Number

gabrown@hilcorp.com
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 E/320 acres in Section 23, T29N, R06W

Affected Proration Unit 1 – Standard E/320 acres in Section 14, T29N, R06W

Affected Proration Unit 2 – Standard W/320 acres in Section 13, T29N, R06W

Affected Proration Unit 3 – Standard W/320 acres in Section 24, T29N, R06W

Basin Fruitland Coal Gas Pool (Code 71629) – Special Rules and Regulations: (Order R-8768-F)

Rule 7 – “wells drilled or recompleted on every standard or non-standard unit in the Basin Fruitland Coal 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.

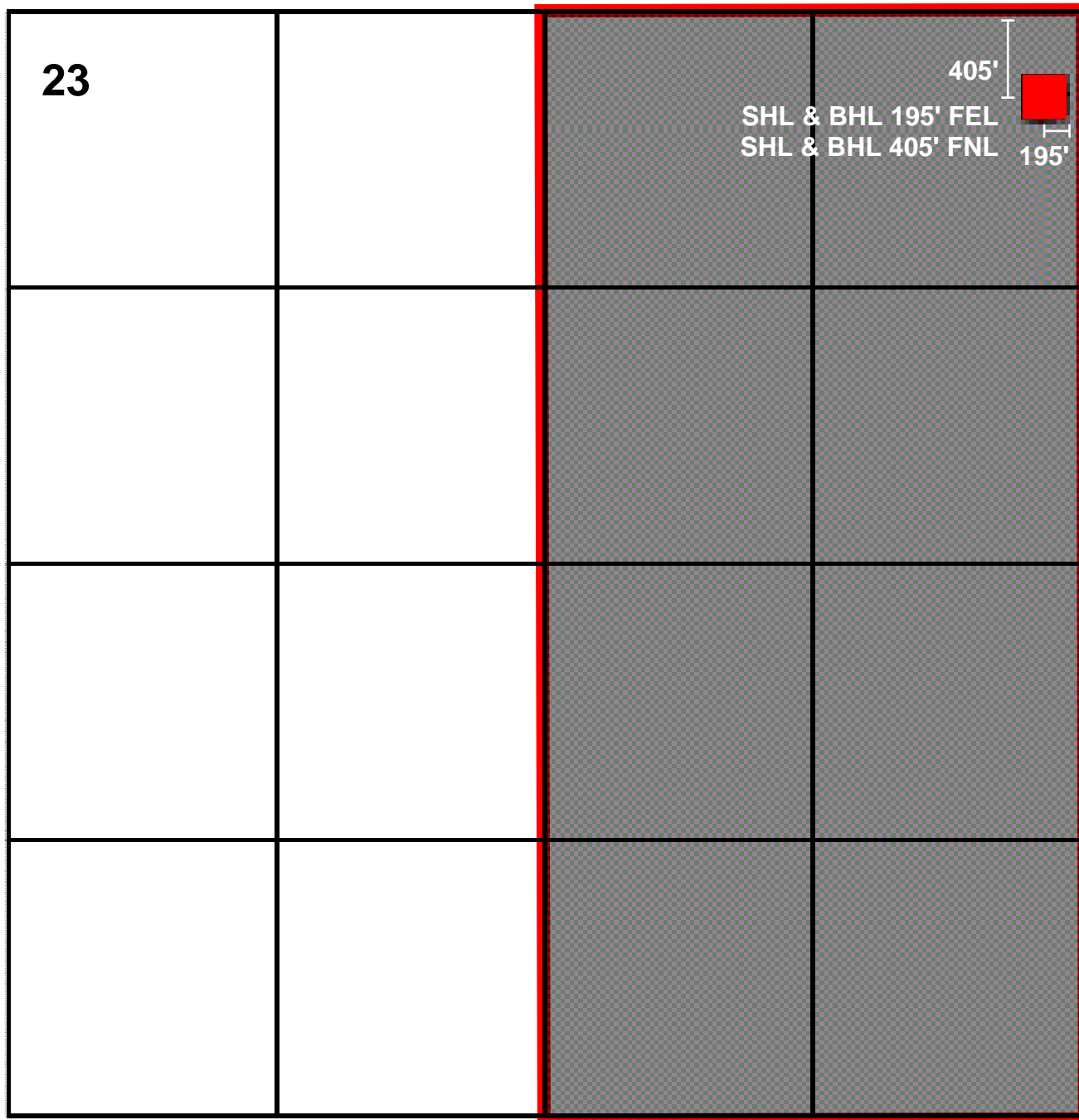
Sincerely,

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



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

C-102 Plat:

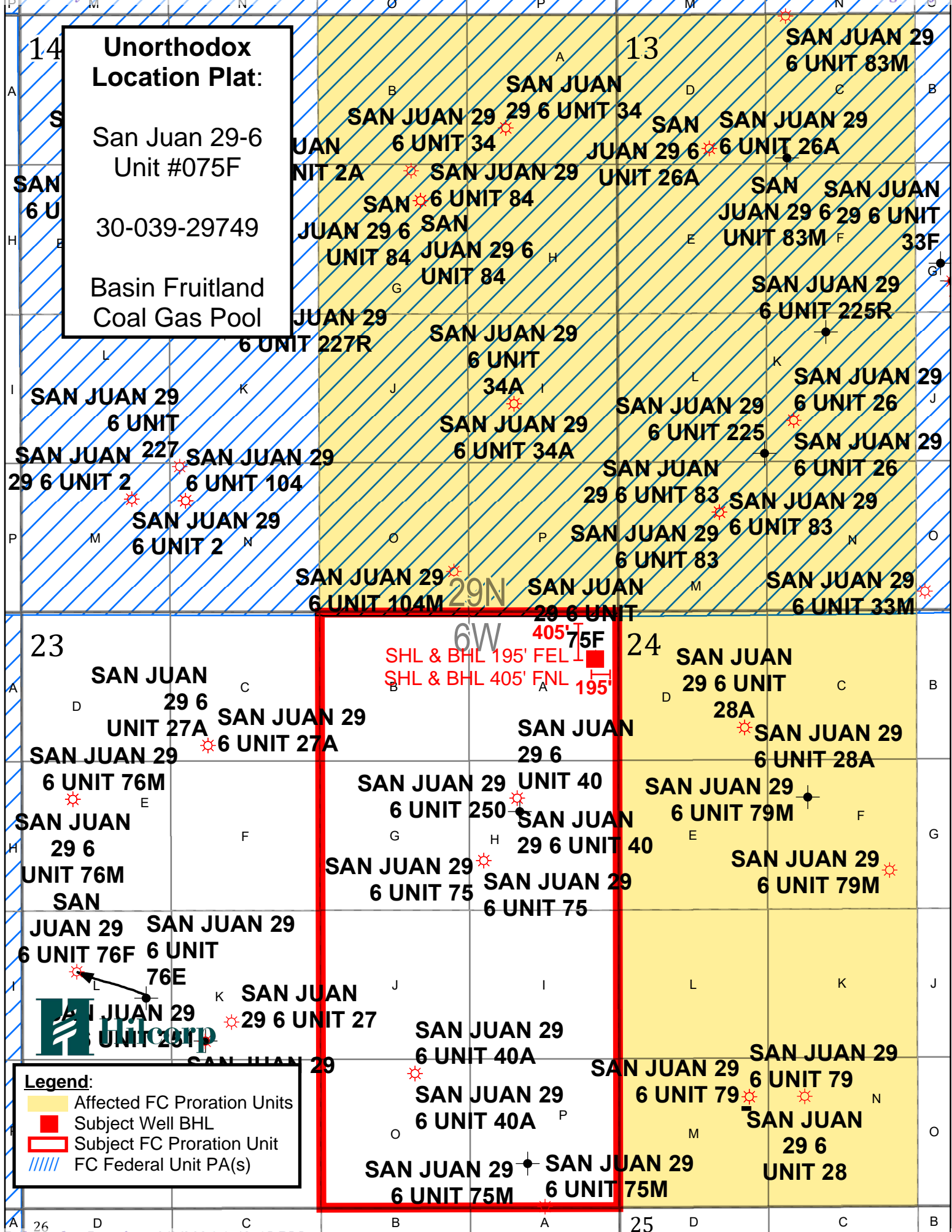
San Juan 29-6 Unit #075F
30-039-29749
Basin Fruitland Coal Gas Pool



Legend:

-  Subject Well BHL
-  Subject FC Proration Unit

Unorthodox Location Plat:
 San Juan 29-6 Unit #075F
 30-039-29749
 Basin Fruitland Coal Gas Pool



USPS Tracking Number	WI Party Noticed	Date Sent
92148969009997901852279498	80099391 US, T H MCELVAIN OIL and GAS LLP, , LAKEWOOD, CO, 80401 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279504	80099398 US, PRODUCTION GATHERING COMPANY LP, , DALLAS, TX, 75206 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279511	80099482 US, JandM RAYMOND LTD, RAYMOND and SONS I LLC GEN PARTNER, KERRVILLE, TX, 78029-1445 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279528	80099659 US, RKC INC, , CENTENNIAL, CO, 80112 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279535	80100088 US, ELAINE G HOWE, , SULPHUR, OK, 73086-0624 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279542	80101025 US, LOGOS RESOURCES II LLC, , FARMINGTON, NM, 87401 Code: FC-PC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279559	80104723 US, GRAYFORE PARTNERS LP, , LUBBOCK, TX, 79499-8670 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279566	80104833 US, BETTY T JOHNSTON MARITAL TRUST, BETTY T JOHNSTON TOM N AUNE, HOUSTON, TX, 77040 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279573	80104843 US, V A JOHNSTON LTD, , AUSTIN, TX, 78703 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279580	80105015 US, VAUGHAN-MCELVAIN ENERGY INC, , KENNETT SQUARE, PA, 19348 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279597	80105016 US, MCELVAIN OIL COMPANY, DAVID P MCELVAIN, DALLAS, TX, 75380- 1888 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025

92148969009997901852279603	80105227 US, SAN JUAN BASIN PARTNERSHIP, , MENARD, TX, 76859 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279610	80107055 US, EULA MAY JOHNSTON TRUST 661, BANK OF AMERICA N A, DALLAS, TX, 75284-0738 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279627	80123504 US, SIMCOE, LLC, , DURANGO, CO, 81301 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279634	80127803 US, MAYBOLE COMPANY LLC, , DALLAS, TX, 75225 Code: FC - SJ 29-6 Unit 75F NSL	12/11/2025
92148969009997901852279481	80026608 US, FRANK N GIBBARD JR, , PORTSMOUTH, NH, 03801 Code: FC - 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 552653

CONDITIONS

Operator: HILCORP ENERGY COMPANY 1111 Travis Street Houston, TX 77002	OGRID: 372171
	Action Number: 552653
	Action Type: [UF-NSL] Non-Standard Location (NSL)

CONDITIONS

Created By	Condition	Condition Date
llowe	None	2/13/2026