## Hilcorp Energy Company

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Accounting Well File

Revised: March 9, 2018 Status Farmington Field PRELIMINARY PRODUCTION ALLOCATION FORM Bureau of Land Man Link L: REVISED Commingle Type Date: 6/21/2019 SURFACE DOWNHOLE API No. 30-045-25695 Type of Completion DHC No. 4965 NEW DRILL ☐ RECOMPLETION ☒ PAYADD ☐ COMMINGLE ☐ Lease No. FEE Well No. Well Name Moore 1E County, State Unit Letter Section Township Range Footage 1620' FSL & 1555' FEL J 35 32N 12W San Juan, **New Mexico** Completion Date Test Method HISTORICAL ☐ FIELD TEST ☐ PROJECTED ☐ OTHER ☒ 6/3/2019 JUSTIFICATION OF ALLOCATION: Hilcorp requests that production for the downhole commingle be allocated using the subtraction method. The base formation is the Dakota and the added formation to be commingled is the Mesaverde. The subtraction method applies an average monthly production forecast to the base formation(s) using historic production. All production from this well exceeding the forecast will be allocated to the new formation(s). A fixed percentage based allocation will be submitted after the fourth year of production. See attached documents for production forecast. Oil production will be allocated based on average formation yields from offset wells: DK-29%, MV-71% APPROVED BY DATE PHONE TITLE Amanda Walker 6/21/2019 Operations/Regulatory Tech – Sr. 505.324.5122

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ACCEPTED FOR RECORD

DISTRICT 111

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