

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office 6251 College Blvd. - Suite A Farmington, New Mexico 87402 www.blm.gov/nm



In Reply Refer to: See list below for unit# 3105 (F01100)

MAR 23 2018 PK03:04

March 19, 2018

Hillcorp Attn: David Duffy P.O. Box 61229 Houston, TX 77208-1229

Dear Mr. Duffy:

All of the submitted Hilcorp 2018 Plans of Development (POD) for Federal units located in San Juan and Rio Arriba Counties, New Mexico are approved as of March 9, 2018. A POD is required to be filed yearly by the unit operator and not later than March 1 of each year. No extension of time will be granted unless an Unavoidable Delay where justified. The list of units below identifies all POD's which were submitted and approved.

It is noteworthy that Hilcorp is actively working over their wells and has submitted an overall 2018 plan to continue with recompletions and the drilling of new wells in some units such as the four planned wells in the Allison unit.

The Huerfano and Huerfanito unit POD's were looked at closely because they contain Navajo allotted lands and the BLM has a trust responsibility to ensure their diligent development occurs. The allotments within the Huerfano unit are not committed to the unit and thus allocate to communization agreements while the Huerfanito unit has three allotments with production allocated to them from four participating areas. The Huerfanito unit allotments will be looked at for their diligent development.

If you have questions regarding the above unit, please contact Joe Hewitt at (505) 564-7740 or jhewitt@blm.gov.

Sincerely,

Richard Fields,

Farmington Field Manger

cc: Commissioner of Public Lands, Santa Fe, NM (SLO) New Mexico Oil Conservation Division (NMOCD) Federal Indian Minerals Office (FIMO)

Unit Name	LR2000 Serial Number
Allison Unit	NMNM 078372X
San Juan 32-9 Unit	NMNM 078425X
San Juan 32-8 Unit	NMNM 078424X
San Juan 32-7 Unit	NMNM 078423X
San Juan 31-6 Unit	NMNM 078421X
San Juan 30-6 Unit	NMNM 078420X
San Juan 30-5 Unit	NMNM 078419X
San Juan 29-7 Unit	NMNM 078417X
San Juan 29-6 Unit	NMNM 078416X
San Juan 29-5 Unit	NMNM 078415X
San Juan 29-4 Unit	NMNM 078414X
San Juan 28-7 Unit	NMNM 078413X
San Juan 28-6 Unit	NMNM 078412X
San Juan 28-5 Unit	NMNM 078411X
San Juan 28-4 Unit	NMNM 078410X
San Juan 27-5 Unit	NMNM 078409X
San Juan 27-4 Unit	NMNM 078408X
Lindrith B Unit	NMNM 078399X
Canyon Largo Unit	NMNM 078383X
Huerfano Unit	NMNM 078395X
Huerfanito Unit	NMNM 078394X