# BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING JULY 11, 2019

**CASE No. 20654** 

ABRAM GAS COME 1 WELL

SAN JUAN COUNTY, NEW MEXICO



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

APPLICATION OF HILCORP ENERGY COMPANY FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

**CASE NO. 20654** 

AFFIDAVIT OF BRAD PEARSON

I, Brad Pearson, of lawful age and being first duly sworn, declares as follows:

1. My name is Brad Pearson. I work for Hilcorp Energy Company ("Hilcorp") as a

Landman. I have previously testified before the Oil Conservation Division and had my credentials

as an expert in petroleum land matters accepted and made a matter of record.

2. I am the landman who is familiar with this application filed by Hilcorp and

familiar with the status of the lands in Section 30, Township 29 North, Range 10 West,

NMPM, San Juan County, New Mexico.

3. Hilcorp seeks an order pooling all uncommitted interest owners in the

Blanco-Mesaverde Pool (Pool Code 72319) underlying a 320-acre spacing unit comprised

of the S/2 of Section 30, to dedicate the spacing unit to the Abrams Gas Com E 1 Well

(API No. 30-045-07815), and to designate Hilcorp as operator of the well and spacing

unit.

4. Hilcorp owns a working interest in the S/2 of Section 30 on which it has

drilled the Abrams Gas Com E 1 Well, a vertical well located at a standard gas well

location 1,790 feet from the south line and 890 feet from the east line of Section 30, and

a bottom-hole location approximately 1,790 feet from the south line and 890 feet from

the east line of Section 30.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico

- 5. The well is completed in the Dakota formation and dedicated to the 320-acre spacing unit comprised of the S/2 of Section 30 within the Basin-Dakota Pool (Pool Code 71599). Hilcorp intends to recomplete the **Abrams Gas Com E 1 Well** at a standard gas well location in NE/4 SE/4 (Unit I) of Section 30 to a depth sufficient to test the Mesaverde formation and to simultaneously dedicate the well to the Blanco-Mesaverde Pool.
- 6. **Hilcorp Exhibit 1** is a C-102 showing the well and the proposed recompletion in the Blanoc-Mesaverde Pool. This spacing unit is comprised of the S/2 of Section 30. All acreage is fee and federal. The location complies with applicable setback requirements for gas wells in this pool.
- 7. **Hilcorp Exhibit 2** identifies ownership by tract in the proposed spacing unit. Hilcorp seeks to pool certain uncommitted working interest owners identified on the exhibit with yellow highlighting. There are no overriding royalty interest owners or unleased mineral interest owners.
- 8. None of the interest owners have indicated opposition to Hilcorp presenting this case by affidavit.
- 9. **Hilcorp Exhibit 2** also contains a sample well proposal letter and AFE for the proposed well sent to each interest owner. The costs reflected in the AFE are consistent with what other operators have incurred for similar recompletions in this formation.
- 10. In addition to sending well proposal letters and AFEs, I have attempted to reach agreement with each party Hilcorp is seeking to pool. In my opinion, Hilcorp has made a good faith effort to reach agreement with each party. If Hilcorp reaches agreement with any of the parties

subject to pooling before the Division enters an order, I will let the Division know that Hilcorp is no longer seeking to pool that party.

- 11. No ownership depth severances exist in the proposed spacing unit.
- 12. Hilcorp has estimated the overhead and administrative costs at \$7500/month while drilling and \$750/month while operating the well. These costs are consistent with what other operators are charging in this area for similar vertical recompletions. Hilcorp respectfully requests that these administrative and overhead costs be incorporated into any order entered by the Division.
- 13. I provided the law firm of Holland & Hart LLP a list of names and addresses for the uncommitted interest owners shown on Exhibit 2. Hilcorp performed a diligent search to ascertain last known addresses for each party that it seeks to pool. In my opinion, Hilcorp has made a good faith effort to locate each party that it seeks to pool. All parties were locatable.
- 14. **Hilcorp Exhibit Nos. 1-2** were either prepared by me or compiled under my direction and supervision.

# FURTHER AFFIANT SAYETH NOT

	Bradle W. flan Brad Pearson
Nonan	
STATE OF TEXAS	)
COUNTY OF HARRIS	)
SUBSCRIBED and SWOR	N to before me this day of July 2019 by Brad
Pearson.	¥.
OFFICIAL SEAL	
KERI HATLEY NOTARY PUBLIC - STATE OF NEW MEXICO	NOTARY PUBLIC
My commission expires: 12 05 21	NOTART POBLIC

My Commission Expires:

December 5, 2021

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 <u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 District IV 1220 S. St Francis Dr., Santa Fe, NM 87505

Phone:(505) 476-3470 Fax:(505) 476-3462

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

Form C-102 August 1, 2011

Permit 267047

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

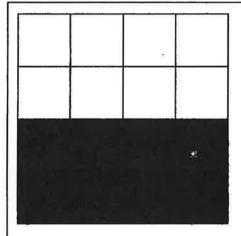
1. API Number 30-045-07815	2. Pool Code 72319	3. Pool Name BLANCO-MESAVERDE (PRORATED GAS)
4. Property Code 321707	5. Property Name ABRAMS GAS COM E	6. Well No. 001
7. OGRID No. 372171	8. Operator Name HILCORP ENERGY COMPANY	9. Elevation 5535

10. Surface Location Lot Idn N/S Line E/W Line UL - Lot Section Township Range Feet From Feet From County 30 29N 10W 890 Ε SAN JUAN

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated A 319	cres .80 - S/2		13. Joint or Infill		14. Consolidatio	n Code		15. Order No.	

#### 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



#### **OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Cherylene Weston, Operations/Regulatory Tech-Sr.

Date: 05/07/2019

#### SURVEYOR CERTIFICATION

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 bellef.

Surveyed By:

JAMES P. LEESE

Date of Survey:

5/10/1962

Certificate Number:

1463

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Exhibit No. A-1

Submitted by: Hilcorp Energy Company

Hearing Date: July 11, 2019

Case # 20654



May 9, 2019

Transmitted Via
Certified Mail – Return Receipt Requested

TO: ALL WORKING INTEREST OWNERS

Re: Proposed recompletion of the Abrams Gas Com E 1 (API # 30-045-07815) from the Basin Dakota to the Blanco Mesaverde within a proposed Communitized Area covering the S/2 Section 30, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico (the "Subject Well").

Dear Working Interest Owner,

Hilcorp San Juan, L.P. ("HSJ"), hereby proposes the recompletion of the Subject Well from the Basin Dakota to the Blanco Mesaverde formation within the boundaries of a spacing unit covering the Mesaverde formation underlying the S/2 Section 30, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico. The Subject Well has a surface location 1790' FSL and 890' FEL of said Section 30, and the bottomhole location in approximately 1790' FSL and 890' FEL of said Section 30.

### Enclosed you will find:

- A copy of the Authorization for Expenditure ("AFE") for this proposed recompletion.
- A proposed Communitization Agreement for the Mesaverde formation in the S/2 Section 30, Township 29 North, Range 10 West.
- A copy of the Operating Agreement dated August 20, 1962 governing the S/2 Section 30, Township 29 North, Range 10 West, Dakota formation only.
- A proposed Amendment to the Operating Agreement dated August 20, 1962 to include the Mesaverde formation.

Your prompt election in regard to this proposal is requested. For questions please contact me at the email/number below.

Sincerely,

Brad Pearson Landman

Hilcorp Energy Company

Brudles W. Yemson

713-289-2793

bpearson@hilcorp.com

Enclosure(s)

Submitted by: Hilcorp Energy Company Hearing Date: July 11, 2019 Case # 20654



May 9, 2019

Abrams Gas Com E 001
Mesaverde and Dakota Working Interest Owners

**RE: Recompletion Proposal** 

Abrams Gas Com E 001 API# 30-045-07815 S/319.8 30-29N-10W 1790' FSL 890' FEL

San Juan County, New Mexico

HSJ Contract # C30103801338 dated 8/20/1962

AFE: 1922638

WC 30.1038.1771.00 (Basin DK)

Dear Interest Owner:

The referenced well was initially completed as a Dakota well (the "Wellbore") on August 11, 1962. In accordance with the Joint Operating Agreement ("JOA") dated August 20, 1962, Hilcorp Energy Company, as Operator, now proposes to enter the wellbore to recomplete the Mesaverde formation to produce the well as a Commingled well.

Details regarding ownership for each formation are as follows:

Well Name/Dedication	Formation	Owners	GWI
Abrams Gas Com E 1	Mesaverde	DAVID MCLANE FAMILY PARTNERSHIP LTD	0.09345685
	Drillblock	HOLCOMB OIL & GAS INC	0.03115228
MV Dedication		Hilcorp San Juan, LP	0.87539087
S/319.8		TOTAL	1.00000000
30-29N-10W			
DK Dedication	Dakota	DAVID MCLANE FAMILY PARTNERSHIP LTD	0.09345680
S/319.8	Drillblock	HOLCOMB OIL & GAS INC	0.03115230
30-29N-10W		TERRY E BOLACK	0.12507820
		TOMMY BOLACK MINERALS CORP	0.12507820
		Hilcorp San Juan, LP	0.62523450
		TOTAL	1.00000000

**DAKOTA INTEREST OWNERS**: Please indicate your approval of this proposal by signing and returning an executed copy of this letter to Hilcorp San Juan, L.P., Attn: Brenda Guzman, P.O. Box 61229, Houston, Texas 77208, or by email to bguzman@hilcorp.com. Your cost is \$0.

**MESAVERDE INTEREST OWNERS**: Please indicate your approval of this proposal by signing and returning an executed copy of this letter and the enclosed AFE to Hilcorp San Juan, L.P., Attn: Brenda Guzman, P.O. Box 61229, Houston, Texas 77208, or by email to bguzman@hilcorp.com.

Pursuant to the JOA, your election is due within thirty (30) days from receipt of the proposal. Hilcorp anticipates executing this project in Q3-Q4 2019. Actual execution is dependent upon rig availability and permitting constraints which could cause delays.

Due to the age of the well, a fair value payment of the existing well will not be made by the Mesaverde formation working interest owners to the Dakota working interest owners. Production from the Dakota and Mesaverde formations will be allocated using a subtraction test method.

May 9, 2019 AFE 1922638 Abrams Gas Com E 1 Page 2 of 3

Please direct technical questions to Kevin Eichinger, Operations Engineer, at (832) 839-4567 or keichinger@hilcorp.com. For land-related questions contact Brenda Guzman at (832) 839-4574 or at the email provided above. For urgent matters, please contact me directly.

Budley W. Penson

Brad Pearson Landman Hilcorp Energy Company

713-289-2793

bpearson@hilcorp.com

Enclosure(s) bmg May 9, 2019 AFE 1922638 Abrams Gas Com E 1 Page **3** of **3** 

# **DAKOTA WORKING INTEREST OWNERS:**

e undersigned hereby approves this Recompletion in the Abrams Gas Com E 1 well as set out herein.
MPANY:
ME:
LE:PHONE #
TE: EMAIL:
E 1920293 PARTICIPANT APPROVAL
SAVERDE WORKING INTEREST OWNERS:
e undersigned hereby approves this Recompletion in the Abrams Gas Com E 1 well as set out herein.
MPANY:
ME:
LE:PHONE #
TE:EMAIL:



# **HILCORP ENERGY COMPANY**

# **AUTHORITY FOR EXPENDITURE**

P.O. Box 61229 Houston, Texas 77208-1229 (713) 209-2400 Fax (713) 209-2420

# **Original AFE**

AFE Number:	1922638		AFE Date:	05/07	//2019	
Lease/Well Name	: Abrams Gas Com	E 001 (Blanco MV)	Current Reservoi	r:		
Property Number	30.1038.1771.01		Current PBTD:	N/A		
Internal Field Nar	ne: San Juan Area 07		Proposed Reserv	oir:		
Regulatory Field	Name:		County/State:	San .	Juan, NM	
Work to be Perfor	rmed: We plan to isolate the Dakota and M	the Dakota formation. Pesaverde.	erform an UHRC to	the Mesaverde	e. Flow test the Mesa	averde. Commingle
		Capita	l Project			
Type: Ca	apital Workover - Op		Engineer	: Ervin	Wyckoff	
		Project Sum	mary 1922638			
		Original AFE Cos	Suppleme	ent Cost	Total Cost	Net to Hilcorp 87.539087%
2310 - Intangible C	Completion	326	,295	0	326,295	285,63
2400 - Equipment		50	,301	0	50,301	44,03
Total Costs:		376	,596	0	376,596	329,669
ELECT I hearby elect to _ you choose to part	TON TO PARTICIPATE  or elect not to  cicipate in Non-Consent interest which becomes availa	IN NON-CONSENT participate in my propost please complete the fo	TINTEREST (P rtionate share of an llowing: I hearby el	lease Initial y Non-Consented to	The Appropriatinterest which beco	mes available. If
any Non-Consent	milerest which becomes availa	ble over and above my p	Toportionate share	to the illilit avai	ilable.	
HILCORP EI	NERGY COMPANY API	PROVALS	Approval cost this authoriza conducting the herein set out For:  By: Title: Date:	ition shall exter ie work authoriz t.	OVAL are estimates only and to the actual costs zed, whether more of	incurred in
			Title:	to Particinate		-

Elect to NOT Participate.



# **HILCORP ENERGY COMPANY**

# **AUTHORITY FOR EXPENDITURE**

P.O. Box 61229 Houston, Texas 77208-1229 (713) 209-2400 Fax (713) 209-2420

AFE Number:	1922638	AFE Date:	05/07/2019
Lease/Well Name:	Abrams Gas Com E 001 (Blanco MV)	Current Reservoir:	
Property Number:	30.1038.1771.01	Current PBTD:	N/A
Internal Field Name:	San Juan Area 07	Proposed Reservoir:	
Regulatory Field Name:		County/State:	San Juan, NM
Work to be Performed:	We plan to isolate the Dakota formation. P the Dakota and Mesaverde.	erform an UHRC to the Me	saverde. Flow test the Mesaverde. Commingle

		Completion Cost	Supplement	Total
2310	2310.001 - ICC-Contract Labor/Services	5,200		5,200
	2310.002 - ICC-N2/Coil Tubing Work	9,500		9,500
	2310.014 - ICC-Completion/Workover Rig	40,000		40,000
	2310.030 - ICC-Formation Stimulation	190,000		190,000
	2310.072 - ICC-Transportation	25,000		25,000
	2310.101 - ICC-Bits, Reamers & Supplies	1,000		1,000
	2310.106 - ICC - Contingencies	30,595		30,595
	2310-110 - ICC-Rentals	12,000		12,000
	2310.111 - ICC-Logging & Misc Wireline	7,500		7,500
	2310.300 - ICC-Road & Location Costs	5,500		5,500
	Total Intangible Completion Costs:	326,295		326,295
2400	2400.007 - Tubing	6,000		6,000
	2400.009 - Wellhead / Tree	1,000		1,000
	2400.014 - Heaters & Separators	5,000		5,000
	2400.016 - Valves & Fittings	2,000		2,000
	2400.030 - Intangible Installation Costs	4,500		4,500
	2400.047 - Fac - Equipment Rental	250		250
	2400.054 - Fac - Testing - Destruc/Non-Destruc	4,200		4,200
	2400.066 - Fac - Instrumentation	8,960		8,960
	2400.107 - Fac - Contingencies	3,641		3,641
	2400.108 - Packers & Subsurface Equip Compl	750		750
	2400.300 - FAC - Road/Location Costs	14,000		14,000
	Total Equipment Costs:	50,301		50,301
	Total AFE Cost:	376,596		376,596



# **HILCORP ENERGY COMPANY**

# **AUTHORITY FOR EXPENDITURE**

P.O. Box 61229 Houston, Texas 77208-1229 (713) 209-2400 Fax (713) 209-2420

AFE #: 1922638

Ballot: 1ST

# THIS IS NOT A BILL

Owner	Owner Code	Int Type	Owner Int	Owner Original	Owner Supplement	Owner Estimated Total
DAVID MCLANE FAMILY PARTNERSHIP LTD PO BOX 12125 DALLAS, TX 75225-2125	1139607-00001	W0001	0.09345685	\$35,195	\$0	\$35,195
Hilcorp San Juan, LP	300-	W0001	0.87539087	\$329,669	\$0	\$329,669
HOLCOMB OIL & GAS INC PO BOX 2058 FARMINGTON, NM 87499	1138931-00001	W0001	0.03115228	\$11,732	\$0	\$11,732
	THIS IS	NOT A	BILL			
		Total:	1.00000000	\$376,596	\$0	\$376,596

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

APPLICATION OF HILCORP ENERGY COMPANY FOR COMPULSORY POOLING, SAN JUAN COUNTY, NEW MEXICO.

**CASE NO. 20654** 

### **AFFIDAVIT**

STATE OF NEW MEXICO	)
	) ss
COUNTY OF SANTA FE	)

Adam G. Rankin, attorney in fact and authorized representative of Hilcorp Energy Company, the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Application has been provided under the notice letters and proof of receipts attached hereto.

Adam G. Rankin

SUBSCRIBED AND SWORN to before me this 10th day of July, 2019 by Adam G. Rankin.

My Commission Expires:

er mex

Votary Public

Case # 20654



Adam G. Rankin Phone (505) 988-4421 Fax (505) 983-6043 agrankin@hollandhart.com

June 21, 2019

# <u>VIA CERTIFIED MAIL</u> CERTIFIED RECEIPT REQUESTED

TO: POOLED PARTIES

Re: Application of Hilcorp Energy Company for Compulsory Pooling, San Juan

County, New Mexico.

Abrams Gas Com E 1 Well

Ladies & Gentlemen:

This letter is to advise you that Hilcorp Energy Company has filed the enclosed application with the New Mexico Oil Conservation Division. A hearing has been requested before a Division Examiner on July 11, 2019 and the status of the hearing can be monitored through the Division's website at <a href="http://www.emnrd.state.nm.us/ocd/">http://www.emnrd.state.nm.us/ocd/</a>. Division hearings will commence at 8:15 a.m. in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Brad Pearson at (713) 289-2793.

Adam G. Rankin

ATTORNEY FOR HILCORP ENERGY COMPANY

# POSTAL DELIVERY REPORT OCD 20654 Abrams E1 Gas Com E1

TrackingNo	TransactionDate   ToName	ToName	DeliveryAddross	City	Ctata	7:2	6660
			Series francis	CILY	ordie	di7	USPS_Status
***************************************						87401-	Your item was delivered to an individual at the address at 11-26 am on line 24
2414010030/03/042/34 06/20/2019	Т	TOMMY BOLACK MINERALS CORP	3901 Bloomfield Hwy	Farmington	NM 2831	2831	2019 in FARMINGTON, NM 87401.
						87199-	Your item was delivered at 2-51 pm on line 25, 2019 in AIBLIOLIEPOLIE NIM
9414810898/65037642770 06/20/2019	06/20/2019	TERRY E BOLACK, DBA LANFORD LLC	PO Box 90428	Albuquerque	ΣN	0428	87109.
175007550000000000000000000000000000000						87499-	Your item was picked up at the post office at 12:26 pm on June 25, 2019 in
3414010030/0303/047/03 N6/20/2019		HOLCOMB OIL & GAS INC	PO Box 2058	Farmington	Σ	2058	FARMINGTON, NM 87401
						75225-	
9414810898765037642756 06/20/2019	06/20/2019	DAVID MCLANE FAMILY PARTNERSHIP LTD	IIP LTD PO Box 12125	Dallas	×	0125	Your item was delivered at 1-14 mg mg 1-14



#### AFFIDAVIT OF PUBLICATION

Ad No. 0001289409

HOLLAND AND HART PO BOX 2208

SANTA FE NM 87504

I, being duly sworn say: THE DAILY TIMES, a daily newspaper of general circulation published in English at Farmington, said county and state, and that the hereto attached Legal Notice was published in a regular and entire issue of the said DAILY TIMES, a daily newsaper duly

qualified for the purpose within the State of New Mexico for publication and appeared in the internet at The Daily Times web site on the following days(s):

06/26/19

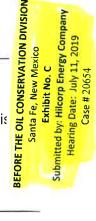
Legal Clerk

Subscribed and sworn before me this 26th of June 2019.

State of VII, County of Brown
NOTARY PUBLIC

My Commission Expires

Ad#:0001289409 P O : Hubbard # of Affidavits :0.00



### 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 **July 11,2019**, 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 **July 1, 2019**. 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 case and notice to the public.

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

TO: ALL WORKING INTEREST OWNERS IN THE SUBJECTSPACINGUNIT AND OFFSET TING OPERATORSOR LEASED MINERAL INTEREST OWNERS, INCLUDING: DAVID MCLANE FAMILY PARTNERSHIP LTD; HOLCOMB OIL & GAS INC; TERRYE. BOLACK, DBA LANFORD LLC; TOMMY BOLACK MINERALS CORP.

CASE 20654: Application of Hilcorp Energy Company for Compulsory Pooling, San Juan County, New Mexico. Applicant in the abovestyled cause seeks an order pooling all uncommitted interests in the Mesaverde formation in a spacing unit located in the S/2 of Section 30, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico. Applicant proposes a recompletion in a standard 320-acregas spacing unit within the Mesaverde formation through the Abrams Gas Com E 1 Well (API No. 30-045-07815) at a standard gas well location in NE/4 SE/4 (Unit I) of Section 30, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico. Also, to be considered will be the cost of drilling and recompleting said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200%

charge for 'k involved in drilling and recompleting dwell. Said area is located approximately 3 miles southeast of Bloomfield, New Mexico.

Legal No. 1289409 published in The Daily Times on June 26, 2019.